



Interoffice Memorandum

May 8, 2020

TO: Mayor Jerry L. Demings
and the Board of County Commissioners

FROM:  Carrie Mathes CFCM, CPPO, C.P.M., Manager, Procurement Division

CONTACT: David Gregory, Manager, Solid Waste Division
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SUBJECT: Approval of Amendment No. 8, Contract Y3-1021, Transfer, Processing, and Marketing of Recyclables

ACTION REQUESTED:

Approval of Amendment No. 8, Contract Y3-1021, Transfer, Processing, and Marketing of Recyclables, with Waste Management Inc. of Florida in a not-to-exceed amount of \$1,000,000 for a six-month term.

PURPOSE:

This amendment will extend the contract term for six months to December 31, 2020 and adjust the processing fee from \$49.26 to \$50.48 to reflect the change in the consumer price index. All other terms and conditions of Contract Y3-1021 remain the same.

FUNDING:

Funds are available in account number 1006-038-1210-3197.

DISCUSSION:

The following are the previous contract actions:

Original Contract: BCC Approval: 4/22/03 Amount: Estimated annual revenue of \$3,000,000

Provided the County with the Transfer, Processing, and Marketing of Recyclables in addition to a minimum commitment of recyclables and solid waste. The contract term was for seven years with an option for an additional seven years.

Amendment No. 1: BCC Approval: 6/29/04 Amount: \$3,881,000

The contract includes a provision for the County to modify the existing MRF from a dual stream to a single stream facility. The contract includes a provision granting the County the right not to make the modifications if the cost exceeds \$3.5 million and grants either party to the contract the right to terminate the contract if the County decides not to proceed

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with the conversion. This amendment shifted the responsibility for this modification from the County to the operator and increased the cost of the project from \$3.5 million to \$3.881 million. This provided the County a host fee of \$7.50 a ton on incoming tonnage from other entities recycling collected by Waste Management and processed at the MRF with estimated recycling revenue of \$200,000 annually. Also, Class I tonnage revenue is estimated to yield \$19.6 million over the seven-year contract term. The investment of \$3.881 million will ensure the continuity of projected revenue streams of approximately \$21 million to the County under this contract.

Amendment No. 2: BCC Approval: 11/17/09 Amount: \$77,337.80

Exercised the option to extend the contract for a period of seven years effective July 1, 2010. Included in the amendment was a revised Schedule 3, Host Fee Obligation and Revised Schedule 8, Guaranteed Solid Waste Tonnage Amount.

Amendment No. 3: BCC Approval: 05/30/17 Amount: \$250,000

Extended the existing contract for a six-month period and allowed the contractor to charge a \$42 per ton processing fee and to continue paying the County a \$7.50 host fee.

Amendment No. 4: BCC Approval: 05/30/17 Amount: \$250,000

Extended the existing contract for a six-month period from January 1, 2018 to June 30, 2018.

Amendment No. 5: BCC Approval: 04/24/18 Amount: \$4,000,000

Extended the existing contract two one-year periods, not to exceed \$2 million per year. Amendment No. 5 allowed Waste Management to charge the County a \$47.50 per ton processing fee and to continue paying the County a \$7.50 host fee.

Amendment No. 6: Procurement Action: 03/29/18 Amount: \$550,000

Increased estimated annual contract amount by \$550,000, per year.

Amendment No. 7: Procurement Action: 02/25/19 Amount: No Change

Renewed contract for one additional term as described in the contract and increased per ton Processing Fee from \$47.50 to 49.26, per CPI described in contract.