



Ocala

110 SE Watula Avenue
Ocala, FL 34471

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Item Details

File Number: 2024-2317

ID #: 2024-2317

Type: Agenda Item

Status: Passed

Version: 1

Placement: 6

In Control: City Council

File Created: 09/23/2024

Presented By: :

Final Action: 10/15/2024

Item Title: Approve the sixth amendment to the agreement with Waste Pro of Florida, Inc. for single-stream curbside recycling for an additional contract expenditure of \$98,782

Internal Notes:

Target Meeting: 10/15/2024

Sponsors:

Enactment Date:

Attachments: FOR COUNCIL Sixth Amendment PWD/18-014, Council Report - 4-5-23 - Renewal of Curbside Recycling (PWD 18-014), Fully Executed - Fifth Amendment PWD/18-014, Fully Executed - Fourth Amendment PWD/18-014, Fully Executed - Third Amendment PWD/18-014, Fully Executed - Second Amendment PWD/18-014, Fully Executed - First Amendment PWD/18-014, Fully Executed - Original Contract PWD 18-014

Enactment Number:

Recommendation:

Hearing Date:

Entered by: tstewart@ocalafl.gov

Effective Date:

History of Legislative File

Version:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
1	City Council	10/15/2024	Approved				Pass
		Aye: 4	Council Member Bethea Sr, Council Member Hilty Sr, Council Member Musleh, and Council President Mansfield				
		Absent: 1	Pro Tem Dreyer				

Text of Legislative File 2024-2317

Submitted By: Tiffany Stewart

Presentation By: Darren Park

..end

Department: Public Works

STAFF RECOMMENDATION (Motion Ready):

Approve the sixth amendment to the agreement with Waste Pro of Florida, Inc. for single-stream curbside recycling for an additional contract expenditure of \$98,782

..end

OCALA'S RELEVANT STRATEGIC GOALS:

Quality of Place, Operational Excellence

PROOF OF PUBLICATION:

N/A

BACKGROUND:

The Public Works Sanitation Division has provided single-stream curbside recycling services for residential and multi-family complexes within the city limits since April 2012.

On December 15, 2017, the City issued its Invitation to Bid (ITB) No.: PWD/18-014 for single-stream curbside recycling. Waste Pro of Florida, Inc. ("Waste Pro") was the sole bidder at \$332.00 per ton. On May 15, 2018, City Council approved the award of Contract No.: PWD/18-014 with Waste Pro for a five-year term in the amount of \$6,308,000. The agreement included one (1) optional, (5) five-year renewal period with an annual Consumer Price Index for All Urban Consumers (CPI-U) adjustment of not more than three percent (3%) per year

The First Amendment to the Agreement for a CPI-U rate increase to \$337.98 per ton was approved by the Assistant City Manager effective December 30, 2019. The Second Amendment for a CPI-U rate increase to \$342.04 per ton was approved by the Assistant City Manager effective October 1, 2020. The Third Amendment for a CPI-U rate increase to \$352.30 per ton was approved by the Assistant City Manager effective October 1, 2021. The Fourth Amendment for a CPI-U rate increase to \$362.87 per ton was approved by the City Council on December 6, 2022.

FINDINGS AND CONCLUSIONS:

For the Fifth Amendment, in addition to a 5% CPI-U rate increase, the parties negotiated modifications which included a guaranteed 3,800 tons annually, an increase of the contamination rate to 25%, and a CPI-U-justified rate increase of no more than 5% for the renewal term commencing October 1, 2023 through September 30, 2028.

□

Due to continued economic pressures on processing, labor, recycling, and disposal expenses, Waste Pro is requesting a CPI-U rate increase to \$406.79 per ton, a 3.8 percent (\$14.89) increase, effective October 1, 2024, through September 30, 2025.

The Fiscal Year 2024-25 budgeted amount for recycling is \$1,600,000. The projected expenditure with the 3.8 percent increase is \$1,698,782. The increased rate of \$406.79 multiplied by 3,800 tons (contract minimum), plus \$42,200 (contamination), minus the previous rate of \$391.90 and multiplied by 3,800 tons

(contract minimum) results in an increase of \$98,782. With the CPI-U increase, the projected expense results in a budget shortfall of \$98,782 for Fiscal Year 2024-2025.

Staff recommends approval of the Sixth Amendment to the Agreement effective October 1, 2024, through September 30, 2028.

FISCAL IMPACT:

\$98,782 will be transferred from the Sanitation Reserve for Contingencies to fund the increase for Fiscal Year 2024-25 in 453-023-326-534-53-34010. An accompanying budget resolution is provided on the consent portion of this agenda.

PROCUREMENT REVIEW:

These services were procured in compliance with the City's Procurement Policy.

LEGAL REVIEW:

This Amendment will be reviewed and approved for form and legality by City Attorney, William E. Sexton.

ALTERNATIVE:

- Adopt with Changes
- Table
- Deny

