

**CITY COUNCIL RESEARCH DIVISION
LEGISLATIVE SUMMARY**



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Bill Type and Number: Ordinance 2020-204

Introducer/Sponsor(s): Council President at the request of the Mayor

Date of Introduction: April 14, 2020

Committee(s) of Reference: F, TEU

Date of Analysis: April 15, 2020

Type of Action: Amendment to waste management contract; authorization given to Administration to conduct agreement; designation of oversight agency

Bill Summary: The purpose of this legislation is to seek Council approval of the Residential Waste and Recycling Collection and Transportation Contract terms established through the Council Rate Review process; and to provide authorization to the Administration to execute a contract amendment. This will be the third amendment to the amended and restated contract with Republic Services of Florida limited Partnership d/b/a Southland Waste Systems of Jacksonville. The following terms will be amended:

- The monthly base rate component was adjusted on October 1, 2018 to \$12.25 and continued at such rate through September 30, 2019. Commencing October 1, 2019, the monthly base rate component will be \$12.94, and will be adjusted thereafter, if necessary, pursuant to the Agreement.
- The fuel cap numbers will be 406,456 gallons for FY 19/20 and 410,803 gallons for FY 20/21.
- Effective October 1, 2019, 383 residential premises will be deducted from the September 30, 2019 premise count to determine the beginning number for Service Area II. The ending number of residential premises per the September 30, 2019 statement was 76,844.
- As disposal sites change, travel times may change and compensation may increase or decrease as a result. The City and Contractor agree that the hourly rate per route is deemed to be \$116.00 from October 1, 2019 through September 30, 2020. Thereafter, the hourly rate per route will be adjusted in accordance with the Agreement.
- If and when the Mayor declares a Storm Emergency event, the City agrees to pay Contractor \$127.00 per ton for collection of Storm Yard Waste, as stipulated and adjusted pursuant to the Agreement.

The Solid Waste Division of the Department of Public Works will oversee the Residential Collection Agreement.

Background Information: Chapter 382, Part 3, Ordinance Code, provides for a rate review to determine the rate and measure of compensation to be paid to each residential waste and recycling contractor's agreement for residential waste and recycling collection and transportation services (the "Residential Collection Agreements") with the City, and the Residential Collection Agreements also provide for rate review and rate adjustment. The Council approved an amended and restated contract with Republic Services of Florida Limited Partnership d/b/a Southland Waste Systems of Jacksonville ("SWS") pursuant to Ordinance 2012-349-E, a first amendment to the Contract pursuant to Ordinance 2014-283-E, and a second amendment to the Contract pursuant to Ordinance 2017-58-E. The Council Auditor and Administration performed a rate review of the compensation previously paid and projected to be paid to SWS for residential waste recycling collection and transportation services to the City, and reported their review and rate recommendation to the Council. See companion bills 2020-205 and -206 which approve the contracts for the other two waste haulers.

Policy Impact Area: Solid waste hauler contractual terms

Fiscal Impact: The monthly base rate component of \$12.94 represents a mark-up of 10.00% from agreed upon operating expenses of \$10,859,258.00 before profit, interest expenses, and corporate taxes.

Analyst: Baltiero