



## City of Hallandale Beach City Commission Agenda Cover Memo

Meeting Date:	Item Type:		1 <sup>st</sup> Reading	2 <sup>nd</sup> Reading
9/2/2020	<input checked="" type="checkbox"/> Resolution <input type="checkbox"/> Ordinance <input type="checkbox"/> Other	Ordinance Reading	N/A	N/A
File No.:		Public Hearing	<input type="checkbox"/>	<input type="checkbox"/>
20-287		Advertising Required	<input type="checkbox"/>	<input type="checkbox"/>
		Quasi-Judicial:	<input type="checkbox"/>	<input type="checkbox"/>
Fiscal Impact (\$):	Account Balance (\$):	Funding Source:	Project Number :	
\$200,000	\$212,856	410-3420-543040 (Solid Waste Disposal)	N/A	
Contract/P.O. Required	RFP/RFQ/Bid Number:	Sponsor Name:	Department:	
<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	N/A	James Sylvain, Director	Public Works	
Strategic Plan Focus Areas:				
<input checked="" type="checkbox"/> Financial	<input type="checkbox"/> Organizational Capacity	<input type="checkbox"/> Infrastructure	<input type="checkbox"/> Development, Redevelopment and Economic Development	
Implementation Timeline				
Estimated Start Date: 10/1/2019   Estimated End Date: 9/30/2020				

### SHORT TITLE:

A RESOLUTION OF THE MAYOR AND CITY COMMISSION OF THE CITY OF HALLANDALE BEACH, FLORIDA, AUTHORIZING PURCHASE ORDER INCREASE OF \$200,000 (TWO HUNDRED THOUSAND) DOLLARS FOR SERVICES OF PROGRESSIVE WASTE SOLUTIONS OF FLORIDA, INC. D/B/A WASTE CONNECTIONS OF FLORIDA, FOR SOLID WASTE TRANSFER AND DISPOSAL AND RECYCLING SERVICES UNTIL THE END OF 2019-20; AND PROVIDING AN EFFECTIVE DATE.

## **STAFF SUMMARY:**

### **Summary:**

The purpose of this agenda item is to authorize the City Manager to execute a change order to increase Purchase Order #20200504 by an amount not to exceed \$200,000 - from \$1,125,000 to \$1,325,000 - for the services of Progressive Waste Solutions of Florida, Inc. D/B/A Waste Connections of Florida, in order to continue solid waste transfer and disposal services as well as recycling services until then end of FY 19-20.

### **Background:**

The City Commission adopted Resolution #2014-06 (Exhibit 2) approving and executing the 2<sup>nd</sup> Amendment to the Agreement (Exhibit 3) by and between the City of Hallandale Beach and Progressive Waste Solutions of Florida, Inc. for an amount not to exceed \$1,125,000. This Agreement provides for the Transfer and Disposal of Solid Waste and Processing of Single Stream Recyclables.

The agreement was renewed to commence on January 1, 2014 and continued for five (5) years through December 31, 2018. Thereafter, the contract automatically renews for three (3) successive five (5) years periods, provided neither party has provided the other party with written notice of its intent not to renew, through December 31, 2033.

On June 1, 2016, Waste Connections, Inc. acquired and combined with Progressive Waste Solutions Ltd., the parent company of Progressive Waste Solutions of Florida. Since then, Progressive Waste Solutions of Florida, Inc. has operated under the fictitious business name of "Waste Connections of Florida."

### **Current Situation**

Purchase Order 20200504 was issued on December 31, 2019 in the amount of \$1,125,000. However, the City has seen an increase in sanitation accounts over the last few years. Staff expects an additional 1, 600 tons of waste for disposal this fiscal year. Therefore, the originally requested expenditure is no longer sufficient. The originally approved expenditure authorization must be increased by \$200,000 in order to provide for the transfer and disposal of solid waste and the processing of single stream recyclables for City residents through the end of FY 19-20.

Account 3420-543040 currently has a balance of \$212,856. This account contains enough funds in order to increase the present Purchase Order for services from Progressive Waste Solutions of Florida, Inc. D/B/A Waste Connections of Florida to pay for solid waste and recycling services through the end of FY 19-20.

Staff will submit a change order to increase the original Purchase Order for Progressive Waste Solutions of Florida, Inc. D/B/A Waste Connections of Florida services by the amount of \$200,000

This change order will bring the Progressive Waste Solutions of Florida, Inc. D/B/A Waste Connections of Florida Purchase Order amount from the original \$1,125,000 to \$1,325,000.

**Cost Benefit Analysis:**

The City currently pays \$52.10 per ton to dispose of solid waste with Waste Connections. According to the agreement the per ton rate should not increase by more than 3% per year. The table below shows the percentage increase for the past four (4) years. The hauler's rates are negotiated based on volume.

Year	Rate (Per Ton)	% Increase
2016	\$ 48.25	
2017	\$ 48.75	1%
2018	\$ 50.29	3%
2019	\$ 51.45	2%
2020	\$ 52.10	1%

**Why Action is Necessary:**

Pursuant to Chapter 23, Section 23-12 - Purchases in excess of \$50,000 (7) - Change Orders -, any change in the contract price, scope of work or time for completion of any project following the award of a contract shall be by a written change order, approved by the city manager and executed with the same formalities as the contract.

**Proposed Action:**

Staff recommends the City Commission adopt the attached resolution authorizing the City Manager to execute a change order to increase Purchase Order #20200504 by an amount not to exceed \$200,000 - from \$1,125,000 to \$1,325,000 - for the services of Progressive Waste Solutions of Florida, Inc. D/B/A Waste Connections of Florida, in order to continue solid waste transfer and disposal services as well as recycling services.

**Attachment(s):**

Exhibit 1 – Resolution

Exhibit 2 – Resolution 2014-06 Progressive Waste Solutions

Exhibit 3 – 2<sup>nd</sup> Amendment to the Agreement