



Pinellas County

Staff Report

File #: 18-283A, **Version:** 1

Subject:

Extension and increase to the contract with Waste Management Inc. of Florida D/B/A Waste Management of Pinellas County for requirements of trash collection services.

Recommended Action:

Approval of Extension and increase to the contract with Waste Management Inc. of Florida D/B/A Waste Management of Pinellas County (Waste Management) for requirements of trash collection services.

Contract no. 145-0081-B(PF); increase in the amount of \$204,526.43 for a revised contract total \$1,648,242.43 and average annual expenditure of \$483,355.55 through September 30, 2018.

Strategic Plan:

Deliver First Class Services to the Public and Our Customers

5.2 Be responsible stewards of the public's resources

5.3 Ensure effective and efficient delivery of county services and support

Summary:

This term extension is required to provide staff the necessary time to develop and initiate a new competitive contract solicitation for trash collection services. The current contract expires on April 27, 2018, but contains a provision for a two (2) year extension, with agreement by both parties. Waste Management is not agreeable to extend the contract, citing the contract is no longer profitable for them. Waste Management is agreeable to extend the contract through September 30, 2018.

The contract increase is the result of a Consumer Price Index (CPI) adjustment of two percent (2%), which is permissible under the terms and conditions of the contract.

Background Information:

On February 10, 2015, the Board of County Commissioners (Board) awarded this contract. The First and Second Amendments were approved on April 21, 2015 and June 17, 2015, respectively, by the County Administrator, for the purpose of adding services. On November 02, 2017, Change Order No. 1 was approved by the County Administrator to add office recycling to the contract.

On February 20, 2018, the County Administrator approved a contract increase of \$130,000.00 to obligate funds through the April 27, 2018 expiration. At that time, notice was made that this contract extension would be submitted separately for consideration.

The requested CPI increase is greater than 10% of the contract total, which requires Board approval.

Fiscal Impact:

County total estimated thirty-six (36) month expenditure: \$1,443,716.00

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|---|-------------------|
| Time extension increase not to exceed: | \$200,516.11 |
| CPI price increase: | <u>\$4,010.32</u> |
| Revised expenditure not to exceed through September 30, 2018: | \$1,648,242.43 |

Annual estimated expenditure not to exceed: \$483,355.55

Staff Member Responsible:

Andrew W. Pupke, Director, Real Estate Management
Joe Lauro, Director, Purchasing

Partners:

N/A

Attachments:

N/A