



CITY COMMISSION ORDINANCE/RESOLUTION

TITLE: Resolution 24-05 (Administration)

DATE: March 12, 2024

DESCRIPTION: A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF COOPER CITY, FLORIDA, AMENDING THE RATES FOR THE COLLECTION AND DISPOSAL OF SOLID WASTE IN THE CITY PURSUANT TO SECTION 8-22 OF THE CITY'S CODE OF ORDINANCES; PROVIDING FOR A DECREASE IN THE SOLID WASTE COLLECTION RATE, AS SET FORTH HEREIN; PROVIDING FOR CONFLICTS; PROVIDING FOR SEVERABILITY; AND PROVIDING FOR AN EFFECTIVE DATE.

CITY MANAGER RECOMMENDATION:

The City Manager recommends the Commission approve the adoption of the new solid waste services fee effective April 1, 2024.

BACKGROUND OF ITEM:

Beginning January 23, 2001, Cooper City has had a collection services agreement with Waste Management Inc. of Florida (WM) providing for the collection and hauling of commercial and residential municipal solid waste, residential bulk and recycling, and Rolloff services. The seventh amendment to this agreement was executed August 24, 2023 and provided for a limited six-month extension of the services agreement. This agreement expires on March 31, 2024.

On September 29, 2023, Request for Proposal (RFP) 2023-2-PW was released to rebid these services. Following the closure of the solicitation on October 23, 2023 and recommendation of the RFP Evaluation Committee, City Commission approved the execution of a franchise agreement with a) Coastal Waste & Recycling, Inc. (Ordinance 23-30) for the collection and hauling of commercial and residential municipal solid waste, residential recycling and Rolloff services and with b) Eastern Waste Systems, Inc. (Ordinance 23-31) for residential bulk services with First Reading on December 12, 2023 and Second Reading on January 9, 2024. These agreements have an effective date of April 1, 2024, and expire March 31, 2031, with the option to extend for 1 additional 7-year term.

ANALYSIS:

Through a rigorous negotiation process as part of the RFP, which included "Best and Final Offers" in accordance with Sec. 2-256(3)(g) of the City Code, our residential solid waste services collection costs were significantly reduced from the current single-family household cost of \$36.05 per month under the WM contract. Despite annual collection increases scheduled

annually each April 1st (beginning April 1, 2025) as well as disposal and recycling processing increases scheduled each October 1st, Staff is pleased to report the opportunity to deliver a decrease to our single-family homeowners of at least \$3.00 per month with larger savings for our multi-family homeowners (see chart below) through September 30, 2026.

Service User	Current Rate	New Rate	Reduction
Single-Family Home	36.05	33.05	3.00
4 -Plex	69.86	33.05	36.81
8 -Plex	69.86	33.05	36.81
Crown Colony	46.52	33.05	13.47
Camelot Lakes	52.73	33.05	19.68
Flamingo Lakes	53.09	33.05	20.04
Camelot Gardens	44.30	33.05	11.25
Baffy Woods	36.25	33.05	3.20

TOTAL per Unit BILLED	April-September 2024	FY25	FY26
Solid Waste Services PROPOSED	\$ 33.05	\$ 33.05	\$ 33.05
Solid Waste Services CURRENT	\$ 36.05	\$ 36.05	\$ 36.05
Monthly Reduction	\$ (3.00)	\$ (3.00)	\$ (3.00)
Annual Reduction	\$ (18.00)	\$ (36.00)	\$ (36.00)
Reduction per Single-Family April 1, 2024 through September 30, 2026			\$ (90.00)

City staff proposes that the monthly rates per household for the collection services be reduced to \$33.05 per household per month and remain frozen through September 30, 2026.

While service levels will be enhanced effective April 1st, reducing and subsequently freezing the solid waste services rate at \$33.05 per month for single-family households beginning April 1, 2024 will allow the City to start building a reserve fund, critical to meet any unexpected future costs or financial obligations and to preserve the lowest residential rates possible. Based on a decrease of \$3 per household per month in solid waste fees, preliminary estimates reflect a potential reserve of more than \$759,000 through September 30, 2026. This represents 17.9% of the City's anticipated Solid Waste expenses through the same period.

STRATEGIC PLAN:

Strategic Plan #2 – serving the best interests of the health, safety, and welfare of the citizens and residents of the City.

FISCAL IMPACT:

Currently, solid waste charges are not budgeted. Rates charged to customers are a pass-through on the balance sheet. Commencing on April 1st, 2024 through September 30th, 2024 the following general ledger revenue accounts need to be budgeted for:

<u>General Ledger Acct. Number</u>	<u>Description</u>	<u>Budgeted Amount</u>	<u>Requested Amount</u>	<u>Remaining Amount</u>
Revenues				
460-900-343400-343	Solid Waste Revenue	\$	\$1,179,252.00	\$
460-905-343410-343	Recycling Revenue	\$	\$ 592,901.70	
460-915-343420-343	Bulk Pickup Revenue	\$	\$ 393,084.00	
TOTAL			\$2,165,237.70	

ATTACHMENTS:

1. Resolution 24-05
2. Exhibit A – Ordinance 23-30
3. Exhibit B – Ordinance 23-31

Workflow History			
User	Task	Action	Date/Time
Allen, Tedra	NEW ITEM: Not Yet Routed	*COMPLETE: Forward to City Att...	02/29/24 01:36 PM
Horowitz, Jacob	Assigned to Attorney	COMPLETE: Forward to City Ma...	02/29/24 01:55 PM
Eggleston, Ryan	Assigned to City Manager	COMPLETE: Forward to City Clerk	02/29/24 01:57 PM
Allen, Tedra	Assigned to City Clerk	APPROVE ITEM: End Workflow	03/01/24 02:31 PM
Allen, Tedra	END WORKFLOW - APPROVED		03/01/24 02:34 PM