



CITY OF EVERMAN
212 North Race Street Everman, TX 76140
STAFF REPORT

AGENDA TITLE: Waste Connection - Notice of Price Adjustment 2023

MEETING DATE: 03/21/2023

PREPARED BY: C. W. Spencer

RECOMMENDED ACTION:

No Action Required

BACKGROUND INFORMATION:

On March 10th, the City of Everman received a Notice of Price Adjustment based on Consumer Price Index (CPI) from Waste Connection, Inc. Waste Connections serves as the City of Everman's contract waste provider. The letter was to inform us of two separate increases that were to take effect in June of 2023.

The first requested increase was for 6% in accordance with Section 12.A of the most recent contract amendment with Waste Connections. This request is normal and expected annually.

The second request was for an additional 6.07%, citing inflation, operating, and disposal costs. This total requested increase was 12.07%. The second request is not permissible or covered under the current contract amendment with waste connections. The City Attorney's Office was consulted on this matter and asked to review this increase. Based upon the City Attorney's advice, I have sent Waste Connections a Rejection letter advising them that we will not be accepting the additional 6.07% increase.

Waste Connections has been advised that if they would like for the City of Everman to consider additional increases, that would need to be addressed through contract re-negotiations or amendments with the Mayor & Council.

For City Council's knowledge and consideration, below are the current trash rates for residents:

Refuse: \$10.60/month

Recycling: \$4.00/month

6% Increase:

Refuse: \$11.24/month (increase of \$0.64)

Recycling: \$4.00/month

Residential Impact of \$7.68/year

12.07% Increase:

Refuse: \$11.88/month (increase of \$1.28)

Recycling: \$4.00/month

Residential Impact of \$15.36/year

FISCAL IMPACT:

Waste fees are currently built as pass-through fees. Therefore all fiscal impact is directly to the citizens/consumers. There will be no negative or positive budgetary impacts with this change.