## MEMO 22-16

TO:

Frank Schulte, City Administrator

FROM:

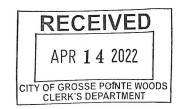
James Kowalski, Director of Public Services G.K.

DATE:

April 11, 2022

SUBJECT:

Recommendation – Rubbish Collection Contract



A bid request for providing rubbish collection services to the city over a five-year period from January 1, 2018 through December 31, 2022 was posted on the Michigan Intergovernmental Trade Network (MITN) website on September 19, 2017. It was also advertised in the Grosse Pointe News. On October 3, 2017 two bids were opened for collection of solid waste.

GFL Environmental Services was the lowest qualified bidder in the amount of \$5,788,295.56 and offered an option to extend the contract for an additional five-years in the amount of \$6,470,582.00. The contract amount for the five-year period from January 1, 2023 through December 31, 2027 is less than the other bid received in 2017.

The Rivers Grosse Pointe has 40 units that pay the City for disposal of mixed waste and recycling that was not included in the bid request. GFL Environmental Services has agreed to provide that service for the same single family weekly rate included in their bid in the amount of \$28,161.12 for the five-year contract. The total amount of the five-year contract extension would be \$6,498,743.16.

They assumed the operations for rubbish collection in the city when they purchased Rizzo Services in 2016 and their service has been satisfactory. City Attorney Debra Walling has reviewed the contract with GFL Environmental Services and recommends the five-year contract extension for the collection of solid waste.

Base on her recommendation, I recommend the five-year contract extension for the collection of solid waste be to GFL Environmental Services, 6200 Elmridge, Sterling Heights, MI 48313 to supply rubbish collection services from January 1, 2023 through December 31, 2027 in the total amount of \$6,498,743.16. I further recommend that Administration provide GFL Environmental Services with a written notice of its intent as required in the contract before July 1, 2022.

This is a budgeted item that will be included in each fiscal year budget in the Solid Waste Contractual Services account no. 226-528-818.000.

I do not believe any benefit will accrue to the City by seeking further bids. Approved for Council consideration.

Frank Schulte, City Administrator

Data

Fund Certification:

Account numbers and amounts have been verified as presented.

Shawn Murphy, Treasurer/Comptroller

Date

## **GFL PROPOSAL W/ Rivers (40 Units) ADDED**

YEAR # 6 - 2023		YEAR # 9 -2026	
Mixed Waste w/ Carts		Mixed Waste w/ Carts	
Single Family	\$621,101.52	Single Family	\$659,365.20
Rivers (40 Units)	\$3,781.44	Rivers (40 Units)	\$4,014.40
Non-Residential	\$18,422.04	Non-Residential	\$19,546.80
Recyclables w/carts	·	Recyclables w/carts	
Single Family	\$266,479.20	Single Family	\$282,877.92
Rivers (40 Units)	\$1,622.40	Rivers (40 Units)	\$1,722.24
Non-Residential	\$7,076.16	Non-Residential	\$7,512.96
Yard Waste, Collection & Disposal	\$273,312.00	Yard Waste, Collection & Disposal	\$299,618.28
Household Hazardous Waste	\$46,080.00	Household Hazardous Waste	\$50,400.00
E-Waste	\$2,310.00	E-Waste	\$2,530.00
	\$1,240,184.76		\$1,327,587.80
YEAR # 7 - 2024		YEAR # 10 - 2027	
Mixed Waste w/ Carts		Mixed Waste w/ Carts	
Single Family	\$633,742.20	Single Family	\$676,447.20
Rivers (40 Units)	\$3,858.40	Rivers (40 Units)	\$4,118.40
Non-Residential	\$18,804.24	Non-Residential	\$19,929.00
Recyclables w/carts		Recyclables w/carts	
Single Family	\$271,945.44	Single Family	\$290,394.00
Rivers (40 Units)	\$1,655.68	Rivers (40 Units)	\$1,768.00
Non-Residential	\$7,229.04	Non-Residential	\$7,665.84
Yard Waste, Collection & Disposal	\$282,194.64	Yard Waste, Collection & Disposal	\$309,184.20
Household Hazardous Waste	\$47,520.00	Household Hazardous Waste	\$51,840.00
E-Waste	\$2,365.00	E-Waste	\$2,585.00
	\$1,269,314.64		\$1,363,931.64
YEAR # 8 - 2025			
		5-Year Total	\$6,498,743.16
Mixed Waste w/ Carts			
Single Family	\$645,699.60		
Rivers (40 Units)	\$3,931.20	River's 5-Year Total	\$28,161.12
Non-Residential	\$19,175.52		
Recyclables w/carts			
Single Family	\$277,411.68		
Rivers (40 Units)	\$1,688.96		
Non-Residential	\$7,360.08		
Yard Waste, Collection & Disposal	\$291,077.28		
Household Hazardous Waste	\$48,960.00		
E-Waste	\$2,420.00		
	\$1,297,724.32		

## **GFL PROPOSAL**

YEAR # 6 - 2023		YEAR # 9 -2026	
Mixed Waste w/ Carts		Mixed Waste w/ Carts	
Single Family	\$621,101.52	Single Family	\$659,365.20
Non-Residential	\$18,422.04	Non-Residential	\$19,546.80
Recyclables w/carts		Recyclables w/carts	
Single Family	\$266,479.20	Single Family	\$282,877.92
Non-Residential	\$7,076.16	Non-Residential	\$7,512.96
Yard Waste, Collection & Disposal	\$273,312.00	Yard Waste, Collection & Disposal	\$299,618.28
Household Hazardous Waste	\$46,080.00	Household Hazardous Waste	\$50,400.00
E-Waste	\$2,310.00	E-Waste	\$2,530.00
	\$1,234,780.92		\$1,321,851.16
YEAR # 7 - 2024		YEAR # 10 - 2027	
Mixed Waste w/ Carts		Mixed Waste w/ Carts	
Single Family	\$633,742.20	Single Family	\$676,447.20
Non-Residential	\$18,804.24	Non-Residential	\$19,929.00
Recyclables w/carts		Recyclables w/carts	
Single Family	\$271,945.44	Single Family	\$290,394.00
Non-Residential	\$7,229.04	Non-Residential	\$7,665.84
Yard Waste, Collection & Disposal	\$282,194.64	Yard Waste, Collection & Disposal	\$309,184.20
Household Hazardous Waste	\$47,520.00	Household Hazardous Waste	\$51,840.00
E-Waste	\$2,365.00	E-Waste	\$2,585.00
	\$1,263,800.56		\$1,358,045.24
YEAR # 8 - 2025			
		5-Year Total	\$6,470,582.04
Mixed Waste w/ Carts			
Single Family	\$645,699.60		
Non-Residential	\$19,175.52		
Recyclables w/carts			
Single Family	\$277,411.68		
Non-Residential	\$7,360.08		
Yard Waste, Collection & Disposal	\$291,077.28		
Household Hazardous Waste	\$48,960.00		
E-Waste	\$2,420.00		
	\$1,292,104.16		