



AGENDA MEMORANDUM

CONTACT: CLIF CUSTER

SUBJECT: SOLID WASTE SERVICES

SUMMARY:

Richwood's most recent contract with Waste Connections for solid waste services ran from September 1st of 2018 to August 31st of 2021. Council renewed the contract and extended it for one year in 2021. The one-year extension will expire on August 31st of 2022

BACKGROUND INFORMATION:

Historically the City of Richwood has experienced limited participation by solid waste contractors when the service has been put out for bid. Recently I was approached by AmeriWaste expressing interest on bidding for the account.

ISSUE:

If the service is put out for bid and no other contractor responds, Richwood's base contractual price with Waste Connections will go up. If the existing contract with Waste Connections is extended past one year, Richwood stands a good chance of maintaining our contractual price, but still are subject to nominal increases due to the rising cost of goods such as fuel.

If the service is put out for bid and another contractor bids, there is a chance that competition within the bidding process could drive the cost down.

FISCAL IMPACT:

RECOMMENDATION:

I am requesting of Council a motion to:

1. Proceed with a bid process for solid waste services for the City of Richwood in FY-22
2. Issue in writing a request to Waste Connections to extend the Waste

Connections/Richwood contract for an additional two years.