DATE:

June 26, 2024

TO:

Mayor and City Council

FROM:

Assistant City Manager

SUBJECT:

Solid Waste and Recycling Collection Contract Extension



#### RECOMMENDED ACTION

Approve the contract amendment to extend the solid waste and recycling collection contract effective November 1, 2024 through October 31, 2029 with annual termination provisions. The 2024 through 2026 rate of \$19.66 per month for residential customers.

#### BACKGROUND

In early 2024, Council requested staff investigate possible changes to the solid waste contract. Changes of interest included:

- Senior discount
- Volume based billing
- Weekly recycling schedule
- Franchise fee reduction to offset such changes

After an unfavorable response from WM and during the last presentation in May, staff was directed to pursue "locking-in" a rate. Waste Management has agreed to keep the rate at \$19.66 per month for residential accounts through October 31, 2026 (total of 3 years) with the contract term extended to October 31, 2029. There were a couple of additions to the city facility list that are also included.

No other changes are proposed for the contract.

Attachment

# FIFTH EXTENSION AGREEMENT AND CONTRACT AMENDMENT FOR SOLID WASTE COLLECTION SERVICE AND RECYCLING PROGRAM

THIS AGREEMENT FOR SOLID WASTE COLLECTION SERVICE AND RECYCLING PROGRAM (this "Agreement") made and entered into on the \_\_\_ day of \_\_\_\_\_\_, 2024, by and between the City of Sugar Hill, a political subdivision of the State of Georgia, by and through its Mayor and City Council, hereinafter referred to as "City," and Georgia Waste Systems, LLC, acting by and through its duly authorized officers hereinafter referred to as "Contractor." This Agreement amends and further establishes the terms and conditions of the original Agreement whose effective date is November 1, 2009, and all subsequent Extensions, Agreements or Amendments dated November 12, 2013, December 12, 2016, July 13, 2020, and June 30, 2022

**THEREFORE**, through this Agreement, City and Contractor agree as follows:

### Section 5.0 - Rates

### 5.1 Rates of Compensation.

Contractor shall invoice and collect from residents of the Area (city limits) for residential and commercial solid waste and recycling collection and disposal services provided hereunder at the rates of compensation set forth in Exhibit A, attached hereto and made a part hereof, during the initial term of this Agreement.

#### Section 7.0 - Term

The term of this Agreement shall begin on November 1, 2024, and continue for a period of five (5) years followed by automatic annual renewal unless either party notifies the other party in writing not less than 120 days before each contract anniversary date of November 1. The Contractor and the City shall have the right to renew the Agreement based on mutual consent of both parties expressed in writing anytime.

## Section 8.0 – CITY SERVICES

The Company shall provide the following services to the City at one-half the stated fee schedule rate:

Two - 8 yard - lx	City Barn on Hillcrest Road
One - 8 yard - lx	Golf Course Maint. Shop - Lower Entrance Barn
One - 6 yard - lx	Golf Course Clubhouse
One - 4 yard - lx	Golf Course Cart Barn
One - 8 yard - lx	Community Center
One - 8 yard - 1x	City Hall
One - 6 yard - 1x	Gary Pirkle Park Phase I
One - 8 yard - 1x	Gary Pirkle Park Phase II
One - $8 \text{ yard} - 1x$	Goldmine Park

# Exhibit A

# **Residential Service Rates**

Effective November 1, 2024, the base rate is \$19.66 per month for once-a-week garbage service and once every other week recycling service with Contractor owned 95-gallon cart – Additional carts are \$15.00 each . This residential rate shall remain \$19.66 through October 31, 2026 and shall not be subject to annual adjustment.

EXECUTED thisday of	, 2024.	
Signed By:		
Mayor City of Sugar Hill	Date	
Witness		
Authorized Representative Georgia Waste Systems, LLC	Date	
Witness		