



ORGANIZED COLLECTION IN BLOOMINGTON – UPDATE

*CITY COUNCIL – REGULAR MEETING
MAY 4, 2015*



CITY PRIORITIES FOR ORGANIZED COLLECTION

o Social

- Reduce Truck Noise and Litter
- Improve Safety

o Environmental

- Improve Recycling, Composting and Waste Reduction
- Lower Environmental Impacts
- Enhance Public Education and Awareness

o Economic

- Improve Value of Services
- Minimize City Staff Resources Devoted to Solid Waste Administration
- Promote Local Economic Development
- Reduce Road Wear Impacts

ORGANIZED COLLECTION OPTIONS COMMITTEE (OCOC)



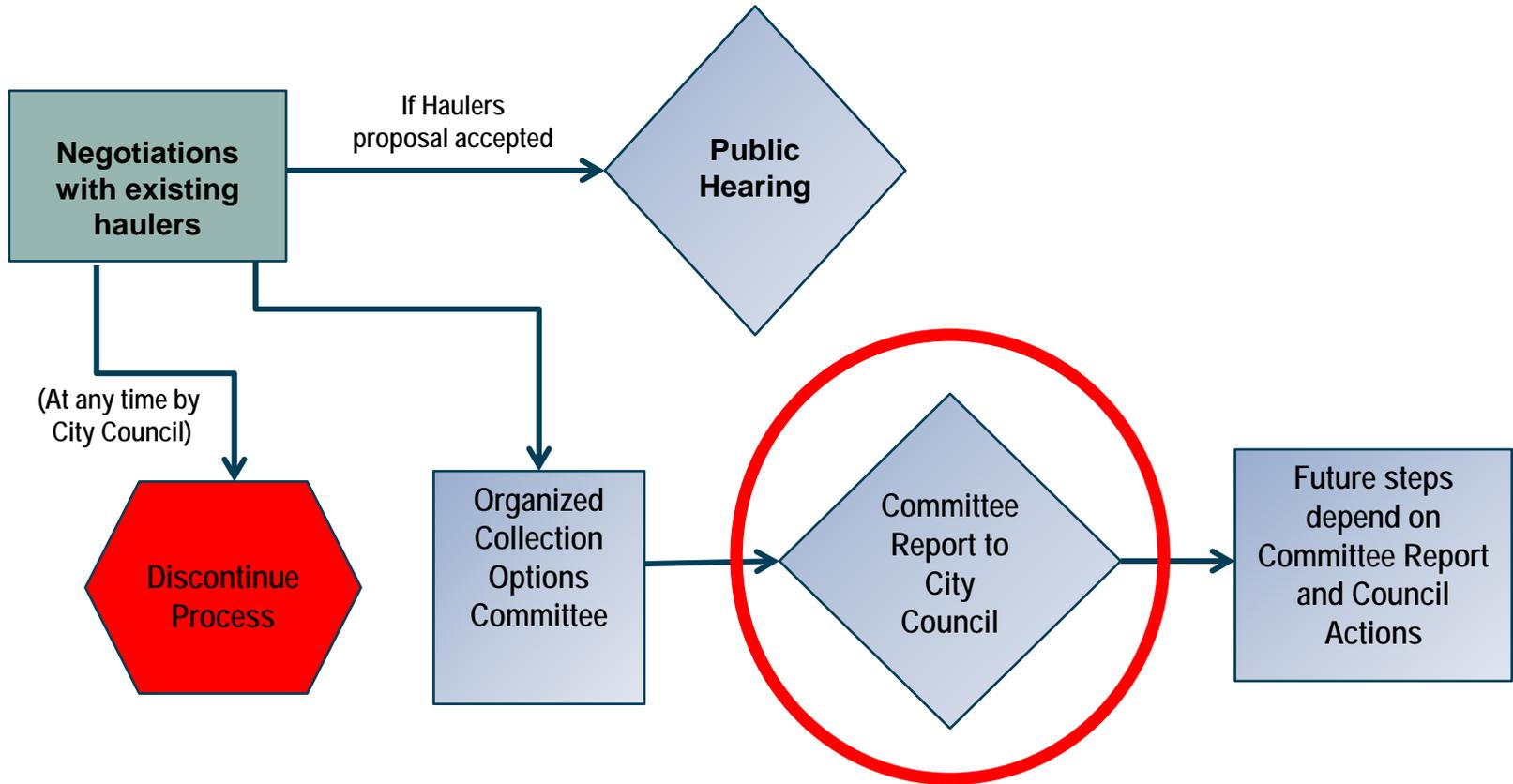
- Formed on Feb 2nd 2015
- 5 members:
 - Mayor Winstead
 - Councilmember Baloga
 - Councilmember Lowman
 - Jim Gates, Staff
 - Karl Keel, Staff
- Formed to review and recommend options for organized collection.

OCOC (CONTINUED)

- Six meetings
- Collected Public input
 - E-mails
 - Letters
 - Phone calls
 - April 23rd Open House
- Reviewed wide range of options
 - Negotiations with existing Haulers
 - Contracting with one hauler in competitive process
 - Contracting with a consortium of haulers in a competitive process
 - Service specifications
 - Contract zones



ORGANIZED COLLECTION PROCESS



OCOC INTERIM REPORT

1. Proceed with proposal from existing Haulers
2. Initiate a competitive procurement process
3. Abandon consideration of organized collection

OPTION #1 –

PROCEED WITH HAULER PROPOSAL

- All seven existing Haulers participated
- More than two dozen meetings
- Eight separate proposals
- Fast-paced and productive
 - *Social and Environmental* Priorities met
 - Nearly all *City Parameters* accepted
 - Good faith negotiations have prevailed throughout.

HAULERS' 4-30-15 PROPOSAL:

- 5 + 5 year contract
- Weekly trash – 3 cart sizes
- Bi-weekly recycling
- Optional yard waste
- Option for citywide organics recycling (\$2.00/HH/month)

HAULERS' 4-30-15 PROPOSAL: (CONTINUED)

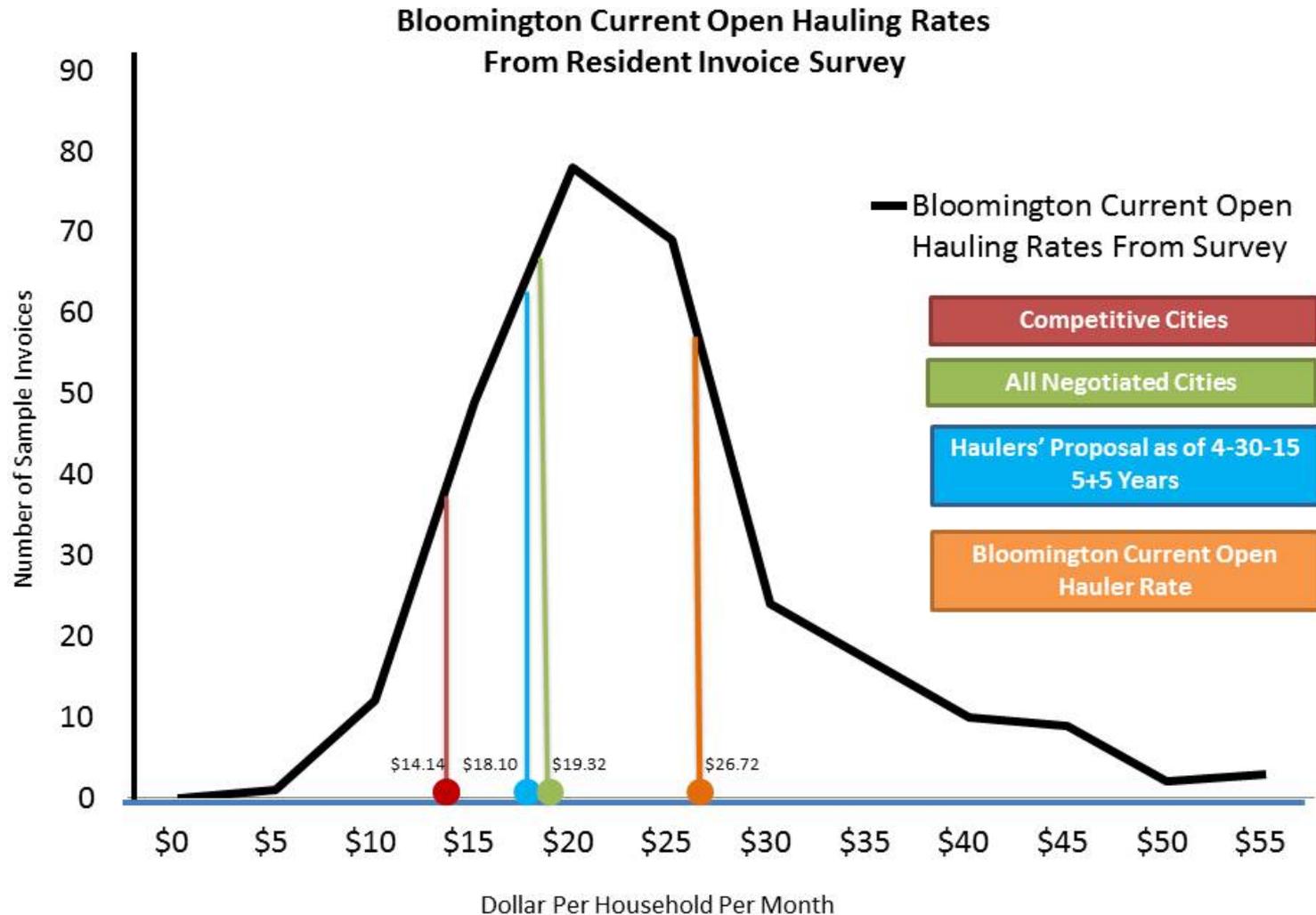
- \$17.50 cart exchange fee
- 2% collection rate adjustments every other year
- Disposal rate adjustments based on actual disposal costs

WEIGHTED AVERAGE RESIDENTIAL COST (\$/HH/MONTH, TRASH+RECYCLING)

Hauler Fee	\$17.42
Billing/Admin Cost (approximate)	<u>\$1.00</u>
Estimated weighted average =	\$18.42

- About 30% less than current average
(\$18.42 vs. \$26.72)
- 6% less than other *Negotiated Cities*
(\$18.10 vs. \$19.32)
- \$2.7 million per year in savings to households
(Or \$13.5 million savings over five years)

CURRENT OPEN HAULING RATES



OPTION #1 – PROCEED WITH HAULERS’ PROPOSAL: TENTATIVE SCHEDULE

- **May 18, 2015** – Set Public Hearing
- **June 1, 2015** – Public Hearing
- **June 2015** – Final City Council Decision
- **July 2015** – Prepare Final Contract
- **August 2015 thru March 2016** –
Implement Organized Collection
- **April 2016** – Begin Organized Collection
Service

OPTION #2 –

INITIATE COMPETITIVE PROCESS

- RFP to solicit competitive proposals
- Evaluate proposals received against City's *Priorities* and proposal review criteria
- Select top ranked proposals
- Reconvene OCOC for recommendation to full City Council
- City Council decision

OPTION #2 – INITIATE COMPETITIVE

PROCESS: TENTATIVE SCHEDULE

- **May 2015** – Finalize RFP document
- **June 11, 2015** – Proposals due
- **July 6, 2015** – OCOC reconvenes to review proposals and make recommendation
- **July 20, 2015** – Full City Council accepts OCOC Final Report and sets public hearing
- **August 3, 2015** – Public Hearing
- **August 24, 2015** – Full City Council authorizes organized collection contract(s)
- **September 2015** – Prepare final contract(s)
- **October 2015 through March 2016** – Implement change to organized collection
- **April 2016** – Begin organized collection service

OPTION #3 – ABANDON CONSIDERATION OF ORGANIZED COLLECTION

- Abandon process immediately
 - or -
- Abandon process at some point in the future

OCOC RECOMMENDATION

“The OCOC recognizes the benefits of a negotiated solution and supports an agreement with the existing Haulers if the Council finds their proposed rates acceptable.”

“If not, the OCOC supports moving forward with a competitive process and favors the RFP approach.”



Questions?

OLD SLIDES