

City of Rochester Hills AGENDA SUMMARY NON-FINANCIAL ITEMS

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Legislative File No: 2008-0083

TO: Mayor and City Council Members

FROM: Greg Hooper, Council President

DATE: October 10, 2008

SUBJECT: Solid Waste Committee Report

Shortly after the November 2007 election, City Council conducted a team building session with Mayor Barnett and the Department Heads of the City. During this session, the Number 2 ranked priority item was the concept of a Single Trash Hauler. This topic has been discussed and debated numerous times over the years but this year a decision was reached to seek competitive proposals and return a recommendation to Council for deliberation and possible decision.

There was no disagreement on the potential goals of a Single Trash Hauler Program:

- Lower cost to virtually all single-family homes by leveraging the Cities buying power.
- Improved safety of our streets by having one hauler on one day versus the current system of multiple haulers on multiple days.
- Reduced wear and tear on our roads, which extends the life of our residential streets.
- Enhanced city wide recycling program that would provide positive environmental conservation.

To recap the discussions held to date for this year, we have the following synopsis:

1/25/2008	City Council Team Building Session at Oakland University
2/11/2008	Review results of Team Building, Discuss Ranking of Single Trash Hauler
2/25/2008	Discussed obtaining data from other communities to evaluate options for assembly of an RFP
4/28/2008	Reviewed data from surrounding communities and decided to seek an RFP for the Solid Waste with many alternatives and options
6/12/2008	RFP issued by the City for Solid Waste Program
6/23/2008	Pre-proposal meeting with potential bidders on RFP
7/15/2008	Six (6) Bids received from RFP for Solid Waste
7/31/2008	Committee reviewed results of the proposals

8/08/2008	Survey sent to Council members to refine scope of supplemental proposal request.
8/19/2008	Committee finalized supplemental proposal language.
8/29/2008	Six (6) Bids were received from Supplemental Request
9/02/2008	Committee reviewed results and set up interviews with shortlisted vendors
9/08/2008	Interview Vendors
9/12/2008	Interview Vendors
9/15/2008	Interview Vendors
9/15/2008	Shortlisted to four (4) vendors and requested Best and Final Offer
9/24/2008	Best and Final Offer received
9/29/2008	Reviewed Best and Final Offers and selected finalist for negotiation
10/03/2008	Negotiate with Allied and Recycle Bank
10/08/2008	Finalize Negotiation and Recommend Award
10/20/2008	Public Hearing on Solid Waste Proposal

The Committee formed at the request of the administration consisted of Council Member Vern Pixley, Council President Greg Hooper, Mayor Barnett, Jean Farris - Supervisor of Procurement, Scott Cope – Building Director, Bob White - Supervisor of Ordinance Services, and Consultant Jim Frey from Resource Recycling Systems.

I am pleased to report that the committee has reached the following recommendation for consideration and possible action by Council.

Selected Hauler: Allied Waste

First Year Cost: \$15.38 per Month (Trash, Recycling and Yard Waste)

Billing Method: Invoice by Hauler to Resident

Length of Contract: Five (5) Years with Five Year City Option to renew.

What is Collected: Solid Waste (Unlimited - Weekly), Recycling (Single Stream - Weekly),

and Yard Waste (April 1 to November 30 - Weekly).

Large or Bulk Items: Will be picked up once a month.

Carts for Solid Waste: 95 Gallon provided, but amount is unlimited so residents can place

additional carts out and/or purchase another 95-gallon cart from Allied.

Carts for Recycling: 65 Gallon provided.

Who is in: All Single Family and Duplex Residential Homes.

Collection Cycle: Monday thru Thursday with Friday the makeup for Holidays NO TRASH

out in our streets on weekends.

Senior Discount? Yes, 5% for age 65

Pre pay Annual Discount? Yes, 5%

Pay online Discount? Yes, 3%

Are Discounts Cumulative? Yes, 13% if you qualify and apply all three.

Service Suspension? Yes, flat \$20 credit annually (regardless of length)

Complaints? Handled by Allied directly

Notify of Pickup Change? Automated call to resident to remind of Holiday delay

Delinquent Payments? City agrees to lien property

An additional major component of this proposal is the inclusion of "Recycle Bank". This program does not currently exist in Michigan and if Council decided to proceed, we would be on the cutting edge and lead the State with potential enormous environmental and financial benefits. How it works is that each recycle cart has an ID that is scanned when its contents are placed in the recycle truck. The truck is weighed at the end of its route and that weight determines Recycle Bank points for each resident who recycles. The points are redeemed at local and national retailers for purchases of your choice. **In other words you will get paid to recycle.**

This recommendation is presented in a publicly noticed Public Hearing to gain valuable feedback from our residents to determine what the next step, if any should be taken by City Council.

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