

**COUNCIL ACTION FORM**

**SUBJECT:**                      **HAULING AND RELATED SERVICES  
FOR RESOURCE RECOVERY PLANT**

**BACKGROUND:**

On May 26, 2009, Council awarded a contract to Waste Management of Ames for hauling to the Boone County Landfill and related services for the Resource Recovery Plant. This contract includes furnishing container services and hauling materials from the Resource Recovery Plant to the landfill. Materials hauled under this contract are those that cannot be processed into fuel by the Resource Recovery Plant. This bid had four optional extension periods through June 30, 2014. The period from July 1, 2012 through June 30, 2013 will be the third of four optional extension periods. Extension periods are contingent upon approval of funding by Council.

The original contract price of \$.3333 per mile per ton, based on a 36-mile round trip, is adjustable for each extension period with 12% of the bid amount based on fuel costs, and on the diesel fuel price index as determined by the Iowa Department of Transportation on the March 1 preceding the renewal. Under the contract adjustment clause, the contract price will increase to \$.3967 per mile per ton for FY 2012/13, increasing the cost for a round trip to the Boone County Landfill to \$14.28 per ton. The budgeted amount of \$199,125 is based on hauling approximately 13,944 tons.

**ALTERNATIVES:**

1. Approve the renewal option for FY 2012/13 for hauling and related services for the Resource Recovery Plant to Waste Management of Ames in the amount of \$.3967 per mile per ton.
2. Reject the renewal option and re-bid for hauling and related services for the Resource Recovery Plant.

**MANAGER'S RECOMMENDED ACTION:**

Landfill hauling and related services are a vital part of our Resource Recovery Plant's operations, and the bidding process has identified the lowest evaluated price over a multi-year period.

Therefore, it is the recommendation of the City Manager that the City Council adopt Alternative No. 1, thereby approving the renewal option for FY 2012/13 for hauling and related services for the Resource Recovery Plant to Waste Management of Ames in the amount of \$.3967 per mile per ton.