

Municipality of Lakeshore – Report to Council

Operations

Public Works



To: Mayor & Members of Council
From: Jeff Wilson, Division Leader – Public Works
Date: December 13, 2022
Subject: Waste Collection Contract Extension, 2023

Recommendation

Approve an extension of the Waste Collection Contract with Green for Life Environmental Inc. for 1 year, at the cost of \$1,536,435 (including HST and CPI), as presented at the December 13, 2022 Council meeting.

Background

The waste collection contract was publicly advertised on Bids & Tenders in October of 2020 and was awarded in early 2021. The original contract was for a period of two (2) years, commencing from January 1, 2021, and expires on December 31, 2022.

The contract provided for two (2), one-year extensions. This report was prepared to provide approval to extend the current contract one (1) year – from January 1, 2023 until December 31, 2023.

The contract may be extended for another subsequent year, up until December 31, 2024.

Included in the waste collection contract are provisions for yearly CPI increases as well as reconciliations (by March 31) for added household pick-ups based on growth.

Comments

GFL Environmental Inc. has fulfilled the terms of the contract and has worked diligently with municipal staff to resolve any issue with missed/complaints related to collections.

Administration is satisfied with the performance of GFL Environmental Inc. for the last two years.

Further, Administration has been in contact with GFL Environmental Inc. and have agreed to the extension of the contract.

Financial Impacts

Waste collection costs are recoverable as a separate charge on the property tax bill. These charges include the actual costs charged (by the contract), an estimate for white goods collection (based on the prior year), the number of pick-up times (based on the annual collection calendar) and the estimated reconciliation for growth.

It should be noted that the tipping fees are not included in this separate recovery charge.

Since fluctuations can occur based on the above and due to the actual tonnage collected the below budget is an estimated value.

Therefore, based on the projected costs from 2022, the table below is the estimated waste collection contract amount for the contract extension of one (1) year.

Collection year	Estimated costs (including HST)	CPI Increase & Reconciliation (8.6%)	Estimated Costs (including applicable HST and CPI)
January 1, 2023 until December 31, 2023	\$1,439,665.00	\$123,811.00	\$1,563,476.19

Provisions for cost increases have been included in the 2023 draft budget in order to minimize the financial risk to the municipality.

Report Approval Details

Document Title:	Waste Collection Contract Extension - 2023.docx
Attachments:	
Final Approval Date:	Dec 8, 2022

This report and all of its attachments were approved and signed as outlined below:

Prepared by Jeff Wilson

Submitted by Krystal Kalbol

Approved by Justin Rousseau and Truper McBride