



**PUBLIC WORKS AND
ENGINEERING DEPARTMENT**

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MEMORANDUM

Date: December 3, 2020
 To: Michael G. Bartholomew, MCP, LEED-AP, City Manager
 From: Timothy Watkins, Assistant Director of Public Works and Engineering *TW*
 Cc: Timothy P. Oakley, P.E., CFM, Director of Public Works and Engineering
 Subject: Solid Waste Disposal Franchise Agreement

Issue: The current Franchise Agreement for Solid Waste Disposal expires on March 31, 2021. This seven-year franchise agreement affects all single family and some (up to four-unit) multifamily properties in the City.

Analysis: Public Works issued a Request for Proposals due November 5, 2020 and received four responses for this agreement. The lowest proposer is Lakeshore Recycling Systems based in Morton Grove. The summary of responses and costs is shown in the table below:

	Current Rate	Lakeshore Recycling Systems	Flood Brothers	Groot	Republic Services
Resident Rate	\$17.71	\$17.70	\$18.55	\$19.47	\$22.73
Senior Rate	\$16.29	\$16.35	\$17.07	\$16.55	\$20.57

Lakeshore Recycling Systems is the lowest responsible proposer. Lakeshore currently provides service to twenty communities and has had very favorable references. The level of service remains the same as the current contract: weekly unlimited collection of solid waste and recyclable materials and weekly seasonal unlimited yard waste collection.

E-Waste will continue to be collected; however, customers would have to either call in to schedule or schedule the pickup online. As part of this contract, Lakeshore will be billing the customers directly instead of the City billing. Customers will be billed quarterly instead of the current bi-monthly bill. Direct billing from Lakeshore will free up resources in the Finance Department to perform other needed duties.

Lakeshore has also provided pricing for leaf collection if needed in the future. Leaf collection will continue to be performed by the Public Works Division. Lakeshore will be required to collect leaves from the Public Works yard similar to the current contract.

Additionally, Lakeshore has provided alternate pricing for industrial, commercial, and multi-family dwellings that are not part of the Franchise Agreement. This alternative service would allow those entities that are not part of the Franchise fixed prices for both refuse and recycling services.

The final rate is \$17.70 per customer per month which is a \$0.01 savings over the current rate and covers the cost of contractor billing. This equates to over \$1,900 in annual savings to the City's single family and up to four-unit multifamily residential customers. The senior citizen rate (age verification required) would be \$16.35 per customer per month.

Recommendation: We recommend approval of the Solid Waste Disposal Franchise Agreement with Lakeshore Recycling Systems, LLC, 6132 West Oakton Street, Morton Grove, Illinois, 60053.

Attachments:

Resolution R-200-20

Exhibit A – Solid Waste Franchise Agreement