

City of Spokane Valley - Solid Waste

Transfer Station



Transport



Disposal



Landfill Aerial View

Solid Waste

2014 Council Goal

“Implement solid waste alternatives for collection, transport and disposal in the best interest of the City of Spokane Valley”



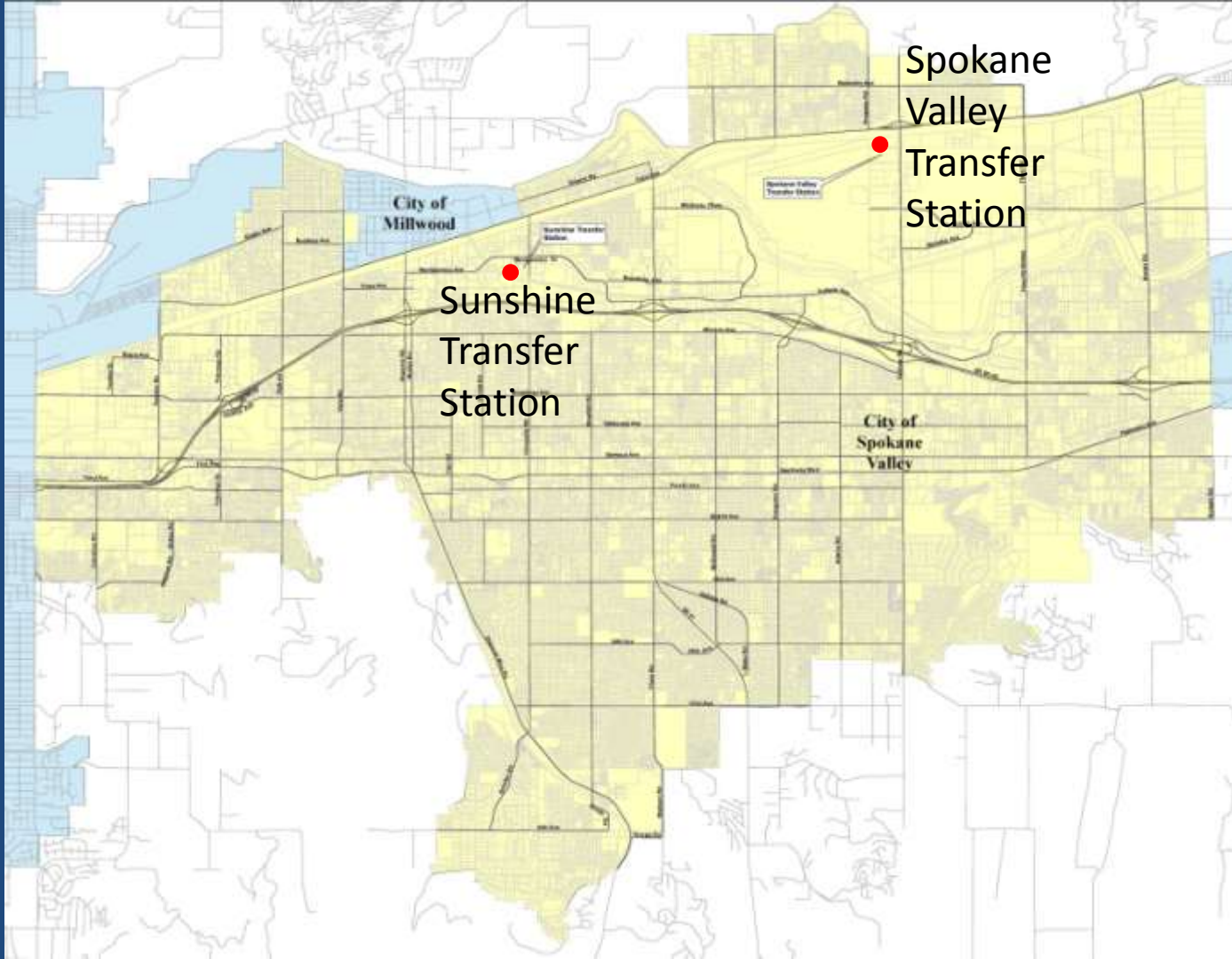
Council CORE BELIEFS

Section 8: We solicit the City Manager’s support in conducting the affairs of the City with due regard for:

(d) Seeking creative ways to contain or impede the rising cost of governmental services, including examination of private sector alternatives in lieu of governmentally provided services.

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Services	Transfer, transport & disposal of trash, organics/green waste, construction /demolition waste, recyclables, moderate risk - household hazardous waste, & white goods. Self-haul.	Transfer, transport & disposal of trash, organics/green waste, construction /demolition waste, recyclables, moderate risk – household hazardous waste, & white goods. Self-haul.
Transfer Station Locations	2405 N University Rd, Spokane, WA 99206	Spokane Valley Transfer Station, 3941 N Sullivan Rd, Spokane Valley, WA 99216 Spokane North Transfer Station, 22123 N Elk Chattaroy Rd, Colbert, WA 99005
Hours	Seven days per week, 7:30 A.M. - 5:00 P.M.	Seven days per week, 7:30 A.M. - 5:00 P.M.



City of
Millwood

Sunshine
Transfer
Station

Spokane
Valley
Transfer
Station

City of
Spokane
Valley

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Term	10 years	7 years
Renewals	Two 3-year extensions, mutually agreeable	Four 5-year extensions, mutually agreeable
Early opt-out of contract	No	After 3 years (but alternate option would have to be identified, evaluated and implemented)
Improvements	Sunshine has indicated it will need to make site improvements in order to provide the required services	Need for site improvements not anticipated to existing transfer stations in the near term

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Municipal Solid Waste Disposal	Two landfill facilities proposed (Roosevelt Landfill and Wenatchee Landfill).	Waste to Energy Facility - Ash to landfill (Bypass, if any, to landfill) Opt-out potential at 3 years but County would have to pay outstanding balance on Transfer Stations within 12 months
Organics Disposal (Clean Green)	Accepted - transported for composting	Accepted - transported for composting
Contingency	Emergency operations plan. Sunshine to provide access to back-up transfer station.	Two transfer stations.

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Insurance	<p>Auto - \$1,000,000; Commercial - \$1,000,000/\$2,000,000; Umbrella - \$5,000,000; Environmental Liability - \$5,000,000</p> <p>Coverage for the City of Spokane Valley.</p>	<p>Insurance requested by County RFP: “Transfer Station Operator required to provide Worker’s Compensation; Employer’s Liability (\$1,000,000); Auto Liability Insurance (\$1,000,000); Commercial General Liability (\$5,000,000 each occurrence and \$5,000,000 aggregate); Professional Liability/Errors and Omissions Liability (\$1,000,000); Environmental Pollution (\$3,000,000 per claim and \$6,000,000 aggregate)”</p> <p>Coverage for Spokane County. City of Spokane Valley not named as additional insured.</p>

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Surety	<p>\$1,000,000 performance bond or letter of credit.</p> <p>Liquidated damages: \$4,000/day for major defaults, \$1,000/day for minor defaults. Performance standards included in contract</p>	<p>No performance bond or liquidated damages; however, since County would be responsible for solid waste, management, these would not necessarily be appropriate.</p>
Reporting	<p>No audited financial Statements</p> <p>Annual bank letter</p> <p>Debt Service Ratio</p> <p>Annual reports of tonnage, trips, customer service, inquiries, and extraordinary services</p>	<p>Annual Audit by State;</p> <p>Comprehensive Annual Financial Report and Financial Records;</p> <p>Statement of Income and Expenses annually, provided to the SWAC.</p> <p>Records of the Solid Waste Enterprise Fund only.</p>

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Service Fees (\$/ton)	<p>Trash = \$92.00/ton (minimum charge of \$15.20 per visit); City administration/education = \$125,000/year (approx. \$2.75/ton). State Solid Waste Tax (3.6 %) = \$3.40/ton. Total fee to rate payers = <u>\$98.15/ton</u> (service fee + admin fee + State tax).</p> <p>Organics = \$50.00/ton, minimum charge of \$10.00 per visit (organic's fee does not apply to commercial food waste loads)</p> <p>(Fees paid to contractor not to the City)</p>	<p>Trash – To Be Determined (TBD) - County estimates the rate will match current rate; a minimum charge of \$15.23 for first 300 pounds. \$104.59/ton at transfer stations. Services incorporated in total fee.</p> <p>Organics – TBD - County estimates the rate will match current rate of \$47/ton (minimum charge of \$5.00 - 220lbs. Additional 47 cents for each 20 lbs. above 220)</p>

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Escalation	90 % of CPI (first escalation on December 1, 2015)	Not known. WTE component will increase at CPI. Transfer station operations may increase based on CPI and labor index. Transport costs may increase based on CPI and fuel index.
Customer Service	Resolution through Sunshine, upward through management, and then to the City	Resolution through the County

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Control over rate increases	Rate increases as specified in contract and are automatic based on 90% of CPI.	Not known. City would have a representative on the SWAC committee. SWAC committee will provide comments & recommendations to BoCC.
Pricing dependent on tonnage?	No	Not known. Pricing may depend on number of cities that sign ILA.
Flow control requirements	City to require designated haulers to use Sunshine facility in hauling contracts. City to enforce hauling contract requirement.	City to adopt flow control ordinance similar to County's ordinance. Enforcement may be City or County -- still to be determined.

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
RFP for long-haul transport & disposal	After 10 years.	Potentially within 3 years (but County's contract for transfer station operations is 10 years)
Ownership of Transfer Stations	Sunshine	County (Purchased from the City of Spokane - \$9.9m)
Regional Aspects	Cooperative Services provision in contract allows other municipalities to “piggyback” onto City’s contract. Won't impact City's pricing.	Unclear how this is a regional system.
Comprehensive Planning	Required to be done by City	Required to be done by County but City could develop its own plan.

Comparison of Options: PRIVATE vs. COUNTY

Factor	Sunshine Recyclers Inc. Contract	County Interlocal Agreement
Revenue to City	Right-of-way maintenance fee: \$1.00/ton for all waste handled at transfer station in excess of 45,500 tons per year. (fee does not apply to commercial recyclables brought to Sunshine for baling, marketing and/or processing)	Sharing of potential utility tax revenues based on proportionate tonnage delivered by cities/County.
Solid Waste Education	Required to be done by City. Potential for grant funding.	Required to be done by County. Grant funding available.
Full control and management responsibility for solid waste	City would manage performance contract with Sunshine.	County would be responsible for control and management of solid waste.