



EVENT #: 6407

TITLE: Recyclable Materials Processing Services

TOTAL FUNDING AMOUNT:

AMOUNT
\$ 810,000.00

FUNDING SOURCE:

BUDGET YEAR	FUND	DEPARTMENT	ACCOUNT	ACTIVITY
2020	511-SANITATION FUND- OPERATING	7107- RECYCLING & LITTER SERVICES DEPARTMENT	51295-OTHER CONTRACTUAL SERVICES	N/A

NOTES

Fiscal Impact Statement: The Funding Source 511.7107.51295 supports this expenditure.

Recommend approval to renew an annual contract for recyclable material processing with Pratt Industries, Inc. in an amount up to \$810,000. This contract reflects an increase from \$100 per ton to \$150 per ton for single-stream (mixed materials) recyclables due to changes in commodities markets. Single-stream collection represents the most efficient process for the citizens by eliminating the need to pre-sort recyclable materials before they are set out for collection. Historically, 40% of single-stream materials was exported to China to be manufactured into new products. In 2018, China essentially eliminated the importation of single-stream recyclables, which increased the amount of these materials on the United States market. This change has resulted in a significant cost increase to municipal governments nationwide as they manage legacy recycling programs.

The City of Savannah Sanitation Department monitors curbside participation rates. Data consistently shows that approximately 48% of citizens participate in the recycling program. The 2020 budget proposes an overall sanitation fee increase of \$1.02 per month for each residential account. This includes 19 cents per month for this contract modification for recyclable materials processing.

The method used for this procurement was the request for proposals (RFP) which evaluates criteria in addition to cost. The criteria used for this RFP included qualifications and experience, technical capabilities, references, local vendor participation, and fees.

The contract was originally approved by City Council on December 20, 2018 in the amount of \$696,000. This is the first of three renewal options available. The contract term shall be January 1, 2020 through December 31, 2020.”