

THE CORPORATION OF THE MUNICIPALITY OF MISSISSIPPI MILLS

STAFF REPORT

DATE: August 9, 2022

TO: Committee of the Whole

FROM: Cory Smith, A/Director of Roads and Public Works

SUBJECT: Extension of Recycling Contract

RECOMMENDATION:

THAT Council direct staff to extend the current recycling contract with the Emterra Group for a period of 1 year, for the amount of \$706,724.80, plus HST.

BACKGROUND:

The Province of Ontario is currently in transition for our Blue Box collection. In 2016 Ontario passed the Resource Recovery and Circular Economy Act. In 2019, the province started moving forward with a plan to transition into the new program. In April of 2021, Council passed a resolution (149-20) for the Municipality to transition out of the Provincial Blue Box Recycling Program.

There have been many unknowns in the transition process. The Province and their representatives have had many challenges in the roll out of the transition. As such the transition dates have changed, or been extended. The current transition date for Mississippi Mills is set to be July 1, 2023. A report providing further information on this will be coming forward shortly. Our current recycling contract is set to expire on December 31, 2022. There are optional extensions built into the contract.

DISCUSSION:

Staff have discussed contract extensions with our current service provider Emterra. In order to extend to the current transition date of July 1, 2023, Emterra has provided an extension option consistent with our contract in the amount of \$353,362.40, plus HST. They have also provided a one (1) year option in the amount of \$706,724.80 plus HST. These prices are subject to CPI increases as well as increase due to house counts.

As there has been some changes to the transition dates in the past, it is recommended that the one year option be considered, with a clause terminating the contract on the official date of transition. This would allow for services to continue if the date is extended by the province, without having to negotiate an additional extension.

OPTIONS:

1. Direct Staff to extend the current contract by 6 Months
2. Direct Staff to extend the current contract by 1 year with early termination clause for transition date.

FINANCIAL IMPLICATIONS:

Should staff be directed to extend the contract by 1 year with early termination clause, the full years cost would be included in the 2023 budget. Should the contract terminate on July 1, 2023 the remainder of the funds would be directed to reserves. The Waste levy applied to the tax bill would be consistent with previous years.

Should a six month extension be directed, it is recommended that a full years cost be included in the waste levy to cover the cost if the transition date is changed.

SUMMARY:

Staff recommend that a 1 year extension with an early termination clause based on the transition date be implemented to ensure continuity of service up to the final transition date.

Respectfully submitted by,

Reviewed by:

Cory Smith,
A/Director of Public Works

Ken Kelly,
CAO

ATTACHMENTS:

1. None