

Solution to \$6.1 million increase in hauler contract cost:

After the budget was submitted an RFP was scored and awarded to the #1 ranked respondent to our recent Solid Waste hauler bid. This bid results in an increased cost of \$6,113,054 beyond that in the proposed budget. Increase hauler costs resulted from 1.) having to bid this contract out during a pandemic labor shortage impacted market and 2.) a pandemic caused increased in production of household trash.

- ***Hauler cost increase details***  
 \$2,827,085 – One-Time Portion (set up and mobilization costs)  
\$3,285,969 – Recurring Portion  
 \$6,113,054 – Total Issue

To provide for this funding without pulling from fund balance or other budgeted items we propose the below solution:

- Shift \$4,549,847 of LOGT funds from a contingency to roadway resurfacing pay-go which was planned to be funded partially with ARP dollars.
- Shift the \$4,549,847 of ARP funds that this frees up to fund a portion of the contract hauler cost increase.
- Allocate projected additional revenue from Public Service Tax of \$1,563,207 to cover the remaining portion of the cost that will be added into the Solid Waste Budget to cover a portion of the increased recurring cost.
- Move the remaining \$4,794,902 of projected FY 22 LOGT proceeds that are in a contingency to fund various eligible projects with pay-go in lieu of borrowing.
  - \$2,000,000 - Pavement Markers
  - \$450,000 - Countywide Intersection Improvement & Bridge Rehab – Bridges
  - \$400,000 - Countywide Intersection Improvement & Bridge Rehab – Intersections
  - \$800,000 - Traffic Signalization – Countywide
  - \$150,000 – Traffic Calming
  - \$994,902 – CRISI Grant (CSX/FEC/FDOT/JTA) Grant Match

**Notes:**

1. Various schedules and language in the Budget Ordinance will need to be amended as a result of these changes.
2. This will require an amendment to Ordinance 2021-516 (ARP Bill) when that bill is taken up.
3. This does not change any funding for any project or have an impact on Special Council Contingency.