

***RECOMMENDED RESOLUTION FOR CRRA BOARD OF DIRECTORS***

**RESOLUTION  
REGARDING  
MID-CONNECTICUT PROJECT SOLID WASTE  
EXPORT TRANSPORTATION AND DISPOSAL  
WORK**

**RESOLVED:** That the President is hereby authorized to execute agreements for Mid-Connecticut Project solid waste export transportation and disposal work with the following, substantially as presented and discussed at this meeting:

- CWPM, LLC
- F&G, LLC
- Riccelli Enterprises, Inc.
- Santaro Development, LLC
- Waste Management of Massachusetts, Inc.



## CONTRACT SUMMARY

For Contract Entitled

### MID-CONNECTICUT PROJECT MUNICIPAL SOLID WASTE EXPORT TRANSPORTATION AND DISPOSAL WORK AGREEMENT

Presented to the CRRA Board:	December 17, 2009
Vendor/Contractor(s):	CWPM, LLC F&G, LLC Riccelli Enterprises, Inc. Santaro Development, LLC Waste Management of Massachusetts, Inc.
Effective Date:	January 1, 2010
Term:	One and one half years (Through June 30, 2011)
Term Extensions:	One one-year extension (July 1, 2011 through June 30, 2012), at CRRA's sole discretion
Contract Type/Subject matter:	Municipal solid waste export transportation and disposal work
Facility(ies)/Project(s) Affected:	Mid-Connecticut WPF and the Ellington, Essex, Torrington and Watertown Transfer Stations
Original Contract:	N/A
Contract Dollar Value:	Dependent on need to export municipal solid waste from the Mid-Connecticut Project and the individual contractor's disposal and transportation prices when such work is needed.
Amendment(s):	N/A
Scope of Services:	Provide, on an on-call basis, transportation and disposal work for municipal solid waste to be exported from the Mid-Connecticut Project.
Bid Security:	None



## **MID-CONNECTICUT PROJECT MUNICIPAL SOLID WASTE EXPORT TRANSPORTATION AND DISPOSAL WORK**

*December 17, 2009*

### **Executive Summary**

This is to request approval of the CRRA Board of Directors for the President to enter in agreements with the following municipal solid waste (“MSW”) haulers to provide transportation and disposal work for MSW to be exported from the Mid-Connecticut Project:

- CWPM, LLC
- F&G, LLC
- Riccelli Enterprises, Inc.
- Santaro Development, LLC
- Waste Management of Massachusetts, Inc.

The Board has previously approved the standard form of the agreements. The term of the agreements is from January 1, 2010 through June 30, 2011. This recommendation is based on the results of a competitive procurement process.

### **Discussion**

Normally, MSW from the four Mid-Connecticut Project transfer stations (Ellington, Essex, Torrington and Watertown) is shipped to the Mid-Connecticut Waste Processing Facility for processing and conversion into refuse derived fuel. However, on occasion CRRA finds it necessary to export MSW from one or more of its facilities.

Generally, MSW export work is needed during scheduled and unscheduled maintenance outages and during periods of high waste deliveries. The quantity of MSW CRRA authorizes for export varies considerably from month to month and from year to year. When exports are needed, CRRA usually exports MSW from one or more of the four transfer stations. On rare occasions, CRRA exports MSW from the Mid-Connecticut Resource Recovery Facility.

CRRA currently has contracts with Waste Management and We Care for the transportation and disposal of export MSW. CRRA management and the Board determined that it would be prudent to expand CRRA’s options for the transportation and disposal of export MSW. The first step in that effort was the development and, on September 24, 2009, the Board’s approval of the standard form of a contract for such purposes.

The second step in the effort to expand the waste export options was the competitive procurement process that has resulted in the recommendations now being made to the Board. Through the competitive process, CRRA obtained from MSW haulers bids to provide on-call transportation and disposal work for the export of MSW from one or more of the Mid-Connecticut Project facilities for the period from January 1, 2010 through June 30, 2011. Bidders provided a per-ton price for the transportation of MSW to be exported. In addition, bidders provided the identity of their selected disposal locations. The price for disposal will be provided to CRRA at the time CRRA asks a successful bidder for work during the term of the Agreement. CRRA will adjust the per-ton transportation prices to account for changes in the price of fuel. The Agreement makes no representation that any of the successful bidders will actually be called on to provide any of the MSW export work.

When CRRA needs to export MSW, CRRA will contact one or more of the successful bidders and obtain from each of them their then current disposal price of the MSW to be exported to their disposal facilities as detailed in their bids. A bidder must detail all of their proposed disposal facilities in its bid. CRRA, at its sole discretion, may reject any such proposed disposal facility. Based on the combined disposal price and the adjusted transportation price, CRRA will select one or more of the successful bidders to export the MSW.

The Request for Bids for this work was published in the following publications on Sunday, October 18, 2009, or the next published edition:

Hartford Courant  
Manchester Journal Inquirer  
Torrington Register Citizen  
Waterbury Republican American  
LaVoz Hispania de Connecticut  
Northeast Minority News

The project was also posted on the CRRA and the State of Connecticut Department of Administrative Services (“DAS”) website.

### **RFB Results**

Bids were received from five firms. The following table indicates the firms that submitted bids, the disposal facilities they proposed to use and the price they bid for transportation of MSW from the various CRRA Mid-Connecticut Project facilities to their proposed disposal facilities.

Bidder/ Disposal Facility	Per Ton Transportation Price With Diesel At \$2.746/Gallon				
	MidConn RRF	Ellington TS	Essex TS	Torrington TS	Watertown TS
<b>CWPM</b>					
Bristol RRF	\$14.00		\$19.00	\$10.00	\$12.00
Wallingford RRF	\$15.00		\$19.00		\$17.00
Preston RRF			\$16.00		
Springfield RRF	\$16.00	\$12.00			
Seneca Meadows LF	\$44.00	\$43.00	\$48.00	\$40.00	
Lisbon RRF			\$18.00		
Bridgeport RRF					\$16.00
<b>F&amp;G</b>					
South Hadley LF		\$14.75			
<b>Ricelli</b>					
Seneca Meadows LF	\$55.00	\$55.00	\$58.00	\$50.50	\$50.50
<b>Santaro</b>					
Ontario County LF	\$55.00	\$55.00	\$58.50	\$54.00	\$55.00
Southbridge, MA LF	\$15.50	\$15.50	\$22.00	\$22.00	\$22.50
<b>Waste Management</b>					
Fitchburg/Westminster LF	\$24.75	\$21.00	\$27.00	\$27.75	\$31.75
Granby LF	\$18.00	\$17.25	\$22.50	\$19.50	\$19.50
Lisbon RRF	\$16.50	\$16.50	\$14.25	\$20.25	\$22.50
Barre (Martone) LF	\$26.25	\$18.75	\$27.00	\$27.75	\$30.00

Bidders were instructed to use a price for diesel fuel of \$2.746 in their bids. This was the September 2009 average price of diesel fuel as published by the U.S. Department of Labor's Bureau of Labor Statistics for Northeast Urban Automotive Diesel Fuel (Series ID Number APU010074717). The Agreement provides for a semi-annual adjustment of the fuel portion of the transportation bid price based on this index.

CRRA management is recommending that CRRA enter into agreements with each of the five bidders to provide on-call transportation and disposal work for CRRA's MSW export requirements.

## **Financial Summary**

The Agreement makes no representation that any of the contractors will actually be called on to provide any of the MSW export work and, therefore, the Agreement does not specify any compensation to any of the contractors.

The FY10 budget provides for the export of 34,000 tons of MSW from Mid-Connecticut Project facilities for a budget amount of \$2,273,000.