

# City of Broken Arrow

## Legislation Details (With Text)

**File #:** 17-1946 **Name:** 

Type: Consent Item Status: Passed

File created: 3/10/2017 In control: Broken Arrow Municipal Authority

On agenda: 3/21/2017 Final action: 3/21/2017

Title: Approval of the Covanta Tulsa Renewable Energy tipping fee rate of \$11.22 per ton, an increase of

\$0.23 per ton, plus the applicable Oklahoma Department of Environmental Quality fee

**Sponsors:** 

Indexes:

Code sections:

Attachments: 1. Covanta CPI letter to City of Broken Arrow Confirmation July 2017 through June 2018, 2. Covanta

CPI letter to City of Tulsa Confirmation July 2017 through June 2018

DateVer.Action ByActionResult3/21/20171Broken Arrow Municipal AuthorityapprovedPass

### Broken Arrow Municipal Authority Meeting of 3-21-2017

To: Chairman and Authority Members

From: General Services Department

Title:

Approval of the Covanta Tulsa Renewable Energy tipping fee rate of \$11.22 per ton, an increase of \$0.23 per ton, plus the applicable Oklahoma Department of Environmental Quality fee

#### **Background:**

On October 18, 2016, the Broken Arrow Municipal Authority entered into a contract with Covanta Tulsa Renewable Energy (Covanta) for disposal of the City's residential solid waste. This agreement is in accordance with and subject to the provisions and pricing terms as contained in the agreement between the Tulsa Authority for Recovery of Energy (TARE) and Covanta as of May 17, 2012. On December 1, 2016 the Sanitation Division began transporting residential solid waste to Covanta.

The contract provides for annual tipping (dumping) fee cost increases based on the Consumer Price Index (CPI) for all Urban Consumers as the basis for the rate increase. The fee adjustment letter to Tulsa dated January 20, 2017 is attached. The TARE Board approved the rate increase on February 28, 2017.

Currently, the tipping fee is \$10.99 per ton plus the Oklahoma Department of Environmental Quality (ODEQ) fee of \$1.25 per ton. Attached is the letter to Broken Arrow, from Covanta, in regards to the rate increase effective July 1, 2017. The new tipping fee will be \$11.22 per ton, an increase of \$0.23.

Cost: \$0.23 per ton or approximately \$8,855.00 (Based on a projected

38,500 tons of refuse to be collected in Fiscal Year 2018)

File #: 17-1946, Version: 1

**Prepared By:** Lee Zirk, General Services Department

**Reviewed By:** Finance Department

Assistant City Manager, Administration

**Legal Department** 

Approved By: Michael L. Spurgeon, City Manager

Attachments: Broken Arrow Annual Rate Adjustment Letter from Covanta, 3-2-17

Tulsa Annual Rate Adjustment Letter from Covanta, 1-20-16

#### **Recommendation:**

Approve the tipping fee rate increase to \$11.22 per ton plus the applicable ODEQ fee of \$1.25 per ton.