



## Legislation Text

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File #: 2022-264, Version: 1

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### **TITLE**

**CONTRACT AND FEE ADJUSTMENT (IN SUBSTANTIAL FORM) WITH CENTRAL CAROLINA HOLDINGS, L.L.C. D/B/A CENTRAL CAROLINA TIRE DISPOSAL FOR THE DISPOSAL OF SCRAP TIRES**

### **SPONSOR**

J. Leslie Bell (Clyde Harding)

### **BACKGROUND**

The attached contract is proposed to be effective for a one (1) year term effective July 1, 2022 through June 30, 2023. The initial contract, effective July 1, 2020, was approved with the option to extend for three (3) additional one (1) year renewals at the same pricing and terms and conditions upon mutual written agreement of both Parties. The contract primarily revises one (1) specific term of the existing agreement which includes the following:

1) Term #3 (Contract Period of Coverage) - This Contract shall be in effect for one (1) year, beginning July 1, 2022 and ending June 30, 2023. The initial contract, effective July 1, 2020, was approved with the option to extend for three (3) additional one (1) year renewals at the same pricing and terms and conditions upon mutual written agreement of both Parties. This (FY 2022-23) is the second of three (3) optional one (1) year renewals per the initial contract.

The cost per tire charged by Guilford County for passenger vehicle tires, truck tires, and oversized tires will reflect current charges approved by the State. Current fees include an increase from \$.90 to \$.98 cents per passenger vehicle tire, an increase from \$4.61 to \$5.02 per truck tire, and an increase from \$.0401/lb. to \$.0437/lb. for oversized tires (weight tickets are required).

Disposal fees charged by Guilford County will be adjusted each fiscal year to reflect the rates charged by the disposal provider for the term of the disposal agreement. Accurate monthly reports showing the number of tires collected will continue to be required and provided as part of this contract.

The budgeted contract amount for FY 2021-22 was \$868,200 and is \$1,018,300 for FY 2022-23, which is an increase of approximately \$150,100. The substantial increase is due mainly to a 9.1% CPI increase for the south region from March 2021 to March 2022.

MWBE Vendor Diversity Code: Non-Minority - White Male (WM)

Appropriate tire disposal fee adjustments will be included in the fee schedule in the FY 2022-23 Adopted Budget.

**BUDGET IMPACT**

**FUNDS, AND ASSOCIATED FEE ADJUSTMENTS, INCLUDED IN FY 2022-23 ADOPTED BUDGET**

**REQUESTED ACTION**

Approve contract, in substantial form, between Guilford County and Central Carolina Holdings LLC, D/B/A Central Carolina Tire Disposal, not anticipated to exceed \$1,018,300 to be effective July 1, 2022 through June 30, 2023. This is the second of three (3) optional one-year renewals for the initial contract approved in FY 2020-21.