



Item
Meeting2012 March 05

COUNCIL REPORT

TO: CITY MANAGER **DATE:** 2012 January 23
FROM: DIRECTOR FINANCE **FILE:** 99-08/07
SUBJECT: PROCESSING AND MARKETING OF RESIDENTIAL GREEN WASTE COMPOSTABLE MATERIAL
PURPOSE: To obtain approval to increase value of contract for processing and marketing of compostable materials.

RECOMMENDATION:

1. **THAT** the existing contract with Fraser Richmond Soil & Fiber Ltd. for the processing and marketing of compostable materials be increased to \$5,740,000 including HST of \$615,000. Final payment will be based on actual services.

REPORT

In August 2007, the City went to the marketplace for the processing and marketing of compostable materials for a five year period from 2007 September 1 to 2012 August 31. Fraser Richmond Soil & Fiber Ltd. was awarded a contract in the amount of \$4,172,000 including HST of \$447,000.

Based on an increase of services and diversion volumes, the value of the existing contract is now estimated to increase to \$5,740,000 including HST of \$615,000.

Fraser Richmond Soil & Fiber Ltd. has provided the subject services for the City for the past ten years, to the satisfaction of the Director Engineering. They have been in business since 1992 and presently hold an operating certificate issued by the Provincial Ministry of the Environment and are licensed under G.V.R.D. regulations.

Fraser Richmond Soil & Fiber Ltd. proposes to market the compost for use as top soil, soil amendments and related items. The Director Engineering concurs with the above recommendation.

The funding for this work is provided within components of various operating budgets.

Denise Jorgenson
DIRECTOR FINANCE

cc: Director Engineering