

HISTORIC
FRANKLIN
TENNESSEE

June 16, 2017

Bi-County Solid Waste Management
3212 Dover Road
Woodlawn, TN 37191
Attn: Mr. David Graham, Executive Director

(sent via e-mail to degraham@mcgtn.net)

Re: 2012 Interlocal Agreement between Bi-County Solid Waste Management System and the City of Franklin for the transport and disposal of solid waste (City of Franklin contract no. 2012-0023); second of four three-year options to extend term of agreement; notice of intent to exercise

Dear Mr. Graham:

The City of Franklin hereby declares its intent to exercise the second of four three-year options to extend the term of the 2012 Interlocal Agreement between Bi-County Solid Waste Management System and the City of Franklin for the transport and disposal of solid waste (City of Franklin contract no. 2012-0023). By this letter of notice, the termination of the 2012 Interlocal Agreement is thus extended from June 30, 2017 to June 30, 2020.

As you recall, the service fee established by the 2012 Interlocal Agreement (\$32.00 per ton) applied only to the initial two-year term of the 2012 Interlocal Agreement. In accordance with the 2012 Interlocal Agreement, the service fee shall be adjusted exactly once for each successive three-year option to extend the term of the 2012 Interlocal Agreement exercised by the City and exactly by the percentage change between the U.S. Department of Labor, Bureau of Labor Statistics, Consumer Price Index-U, U.S. City Average, All Items Less Food and Energy, not seasonally adjusted, for the South Urban Statistical Area, for the month of March of the same calendar year during which the extension commences, in comparison with the like index figure descriptive for the month of July, 2012.

Using the index for March, 2017 (241.945 – see attached), “in comparison with the like index figure descriptive for the month of July, 2012” (221.077), the City calculates a rate adjustment (from the initial rate) of about 9.44%. Applying this percentage increase to the initial service fee of \$32.00 per ton results in the new service fee of \$35.02 per ton effective July 1, 2017.

The City respectfully requests for Bi-County, by June 30, 2017, to provide the City with a certificate of liability insurance for current insurance coverage and naming the City as additional insured.

On behalf of the City of Franklin, thank you for your continued service to the City. We look forward to a continued successful business partnership with Bi-County to serve the Franklin community. Please let me know if you have any questions or concerns.

Sincerely,

Eric S. Stuckey
City Administrator

cc: Becky Caldwell, Director, City of Franklin Department of Sanitation and Environmental Services
Suzanne Ward, City of Franklin Purchasing Analyst