

City of Denton

City Hall 215 E. McKinney Street Denton, Texas www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Solid Waste & Recycling Department

ACM: Frank Dixon

DATE: February 10, 2025

SUBJECT

Consider recommending adoption of an ordinance of the City of Denton ("City"), a Texas home rule municipal corporation, authorizing the City Manager to execute an Interlocal Agreement with the Town of Little Elm ("Little Elm") concerning delivery of specified tonnage to the City's Landfill by Little Elm at a discount disposal rate ("Interlocal Agreement"); and providing an effective date.

BACKGROUND

Between approximately October 1, 2022, and September 20, 2024, the City of Denton maintained contracts with three private companies and two municipalities to provide over 210,000 tons of waste to the City of Denton Landfill; generating over \$7.8 million in revenue over the life of the contracts. Over the next two (2) years, the City of Denton, Solid Waste and Recycling Department, seeks to receive guaranteed, predictable tonnages of solid waste for both revenue and management purposes.

Little Elm is a current landfill customer with an account in good standing. Little Elm has committed to the delivery of up to 1,900 tons of solid waste annually in consideration of a discounted disposal charge of \$38.00 per ton, representing \$72,200.00 in annual revenue to the Solid Waste fund.

This agreement has been backdated to be effective October 1, 2024, consistent with the City's waste hauler agreements. It will be reviewed and trued up annually, including an annual inflation escalator, and provide for two years of revenue to assist in achieving the goal of rate stabilization for the Solid Waste fund.

PROIR ACTION/REVIEW (Council, Boards, Commission)

N/A

RECOMMENDATION

Award an interlocal agreement with Little Elm, for guaranteed landfill rate, in a two (2) year contract.

ESTIMATED SCHEDULE OF PROJECT

This is a two (2) year contract.

FISCAL INFORMATION

Fund 660-Solid Waste revenue of \$72,200.00 annually

EXHIBITS

- Exhibit 1 Agenda Information Sheet
 Exhibit 2- Draft Ordinance and Contract

Respectfully submitted: Brian Boerner, 349-8001 Director of Solid Waste