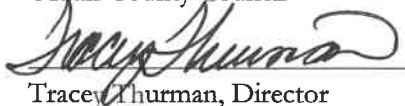




**MEMORANDUM**

TO: Mayor Linda Gorton  
Urban County Council

FROM:   
Tracey Thurman, Director  
Division of Waste Management

DATE: November 2, 2021

SUBJECT: Request Council authorization to execute a contract agreement with Red River Ranch, LLC for transporting and composting of yard waste and other organics at Haley Pike Composting Facility

**Request:** The purpose of this memorandum is to request approval of a contract agreement with Red River Ranch, LLC for transporting and composting of yard waste and other organics at Haley Pike Composting Facility.

**Authorization to:** Execute a contract with Red River Ranch, LLC

**Why are you requesting?** Red River Ranch is the sole bidder on RFP 29-2021. The price per ton for hauling to the Haley Pike compost pad is \$21.39. This is a \$2.24 per ton increase over the previous contract. For contaminated loads, the hauling disposal rate is \$17.87 per ton. This is an increase of \$10.43 per ton but should also encourage the composting of loads. The overall compost rate is \$26.87 per ton which is a \$2.12 per ton increase over the previous contract. The contract should produce a greater composting yield from the material collected. Lexington averages over 22,000 tons of yard waste per year.

**What is the cost in this budget year and future budget year?**

**The cost for this FY is:** \$486,793 (Hauling); \$611,507 (Composting); \$211,026 (Disposal)

**The cost for future FY is:** \$500,000 (Hauling); \$620,000 (Composting); \$110,000 (Disposal)

**Are the funds budgeted? Yes**

**The funds are budgeted or a budget amendment is in process: Yes**

**Account number(s):** 1115 303506 0001 71299  
 1115 303507 3581 71299  
 4121 303102 3051 71210

Cc: Nancy Albright, Commissioner, Environmental Quality and Public Works

