

7/14/2022

## **Town of Yorktown**

9800 W Smith St • PO Box 518 Yorktown, IN 47396 765-759-4003p • 765-759-4016f www.yorktownindiana.org

## Trash Contract Renewal

The Trash Contract with Best Way expires at the end of the July. Previously, the Town entered into an extension with Bestway to hold the 2019 rate steady for 3 years. We have been in a negotiation with the Best Way to extend the contract for an additional three-year period and have come to some proposed resolution. Due to inflation that has happened over the past year to two years they have asked for a 4% increase in a per unit cost. That would equate to an increase in cost for the town from \$15.05 to \$15.65 per unit. They are willing to hold this price for 2 years and the third year tied to the Consumer Price Index with a cap of 4%.

As a reminder, we do not treat trash as an enterprise fund where the town directly charges the consumer the actual cost; instead, the town absorbs some of the cost to help with accounting practices. Currently the customer is paying \$14.60 of the \$15.05.

It is my recommendation that the council adopt the proposal from Best Way. Additionally, I would request direction on an increase in trash rates so that we are not having an adverse effect on the tax rate for the community as a whole.

Pete Olson Town Manager