

Solid Waste Transition Plan

Purpose of the Plan

- To provide continuity of solid waste service to the citizens of Fort Wayne
- To begin the transition plan away from Red River to a future provider
- To set a clear end date for Red River solid waste service in Fort Wayne
- June 30, 2022

Summary of the Plan

- This agreement will provide continued solid waste service to residents
- The Insurance Company – ARGO - will be paying \$1.6 million to the City
- The City will pay an additional \$300,000 for 6 months of continued service
- All current monthly payments to Red River shall continue to be made in areas

Summary of the Plan

- Subject to below, fines will still be assessed by the City and paid by Red River
- Fines will be withheld from payments to Red River at a rate of \$114.33/ton for garbage and \$210.00/ton for recycling collected by the City or their agents
- The first \$50,000 in fines for March, April, May, & June will be waived
- Long-time, local, solid waste professional with substantial turnaround experience has been hired, at Red River's expense, to oversee Fort Wayne's service

Effects of Non-Passage

- Red River ends solid waste operations in Fort Wayne immediately
- Creditors move to liquidate assets – specifically, the Red River trucks are taken from Fort Wayne and sold to pay Red River debts
- City of Fort Wayne DOES NOT have capacity to collect the trash of all 83,300 single-family households
- Contract with new provider cannot be immediately implemented

Final Notes

- City is paying \$50,000 per month for a contract extension with Red River until June 30, 2022
- Residents have saved roughly \$9.2 million in solid waste expenditures since 2018 – that works out to be \$110 per household
- This extension period will put an end to Red River's service and has allowed Fort Wayne to bid the contract and move forward with a new provider, to be fully operational by July 1, 2022