

Item Title: Multi-Year Contracts for Scrap Tire Recycling Hauling Services

Specific Action Requested:

That the Board of Commissioners authorizes the County Manager to enter a multi-year contract with LTR Intermediate Holdings, Inc., including all its registered 'doing business as' (DBA) names to provide hauling services at Wake County Solid Waste Facilities, subject to the terms and conditions acceptable to the County Attorney.

Item Summary:

Purpose: The Board of Commissioners approves multi-year contracts.

Background: The Wake County Solid Waste Management Division operates three facilities for collecting scrap tires from residents and businesses, in accordance with the North Carolina Scrap Tire Disposal Act. This law requires counties to offer recycling options for proper tire disposal. The program is partially funded by state disbursements from tire sales and supplemented by the county-wide Household Fee. As the current service contract expires on June 30, 2025, a new contract is needed to continue the hauling services to ensure regulatory compliance and support ongoing recycling efforts.

Strategic Plan: This action supports routine County operations.

Fiscal Impact: The projected FY 2026 cost for LTR Intermediate Holdings, Inc., is \$2,876,800, consistent with the recurring appropriation in the annual Solid Waste budget. This five-year contract includes built-in escalations to address inflation. The total estimated cost of scrap tire hauling services over the five-year term is approximately \$18.6 million. Funding for FY 2027 and beyond are incorporated into the Solid Waste funding model and will be reflected in future recommended budgets.

Additional Information:

Wake County issued a Request for Proposals (RFP #25-04) to solicit qualified vendors for the operational and **hauling** services associated with scrap tires collected at the County's Solid Waste Management Facilities.

The Scrap Tire Hauling Services includes the provision of open-top trailers, transportation, and disposal of collected scrap tires at the vendor's facility in Cameron, NC. LTR Intermediate Holdings, Inc. and Vergara AG Service Inc. submitted proposals for Scrap Tire Hauling Services. A separate item is being included on the BOC agenda for the operational services portion of the RFP.

As prescribed in the RFP, five (5) members of the selection committee reviewed the proposals and independently scored the proposals prior to convening for final evaluation using Bonfire's scoring and review system. The committee recommends contracting with LTR Intermediate Holdings, Inc. for hauling services. LTR Intermediate Holdings, Inc. has provided these services to Wake County for over 15 years, demonstrating strong familiarity with program requirements. Their proposal met all qualifications, and pricing was within budget.

Based on historical data and projections, the annual payment amounts for each contract are expected to be as follows:

LTR Intermediate Holdings, Inc.	
FY 2026	\$2,876,800.00
FY 2027	\$3,242,655.80
FY 2028	\$3,659,520.92
FY 2029	\$4,134,825.59
FY 2030	\$4,677,121.38
	Total: \$18,590,923.69

Attachments:

1. 25-045 Scrap Tire RFP
2. Scrap Tire Facility Hauling Contract Details