Washington Metropolitan Area Transportation Authority Board Action/Information Summary

Action	MEAD Number: 99802	Resolution:

PURPOSE

To request Board approval to initiate and award a contract with a base year and two one-year options to remove scrap metal from Authority property. This is a revenue generating contract estimated to return approximately \$195,000 annually over the life of the contract.

DESCRIPTION

A contract to remove scrap metals by a contractor will allow the Authority to dispose of excess metals in an environmentally responsible manner, save landfill fees and generate revenue for the Authority. The contractor will be required to provide holding and transportation equipment to remove scrap metal from Authority property. The Authority will be paid each month for scrap metals collected by the contractor.

The Authority incurs no expense associated with this contract. The contractor is required to cover all costs associated with this contract and to comply with environmental regulations. Net proceeds to the Authority will depend on the market price for scrap metals at the time they are sold, the amount of scrap metals generated, and the ability of WMATA personnel to segregate contaminants from scrap metals. It is anticipated that this contract will generate approximately \$585,000 in net proceeds to the Authority during the contract periods.

FUNDING IMPACT

This is a revenue contract estimated to generate approximately \$195,000 annually in scrap metal sales. This amount is included in estimated miscellaneous revenues for FY08.

RECOMMENDATION

Board approval to initiate and award a contract with a base year and two one-year options to remove scrap metal from Authority property.