

## **HOUSE BILL No. 1286**

DIGEST OF HB 1286 (Updated January 19, 2022 11:35 am - DI 140)

Citations Affected: IC 36-9.

**Synopsis:** Request for proposals for solid waste contracts. Authorizes a town or a city other than Indianapolis to enter into a contract for the collection and disposal of solid waste through a request for proposals process instead of an invitation for bids process. Establishes a request for proposals procedure under which a town or a city other than Indianapolis may enter into a contract for the collection and disposal of solid waste.

Effective: July 1, 2022.

## Carbaugh, Heine, Morris, GiaQuinta

January 10, 2022, read first time and referred to Committee on Local Government. January 20, 2022, reported — Do Pass.



Second Regular Session of the 122nd General Assembly (2022)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2021 Regular Session of the General Assembly.

## **HOUSE BILL No. 1286**

A BILL FOR AN ACT to amend the Indiana Code concerning local government.

Be it enacted by the General Assembly of the State of Indiana:

SECTION	J 1. IC	36-9-30-	1 IS	AMEN	IDED	TO	READ	AS
FOLLOWS	[EFFEC	TIVE JUL	Y 1,	2022]:	Sec. 1	. (a)	Excep	t as
provided in	subsect	ion (b), th	is cha	pter ap	plies to	all 1	units ex	cept
townships.								

- (b) Section 5.3 of this chapter applies only to:
  - (1) cities that are not consolidated cities; and
  - (2) towns.

SECTION 2. IC 36-9-30-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2022]: Sec. 5. (a) A unit may contract with persons for the collection or disposal of solid waste. The contract may provide that persons contracted with have the exclusive right to collect or dispose of solid waste under section 4 of this chapter.

(b) A unit may contract with any business or institution for the collection and disposal of industrial, commercial, or institutional solid waste. All fees collected by the unit shall be deposited in the treasury of the unit for the administration, operation, and maintenance of the solid waste collection and disposal project.

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1	(c) A unit may contract for the use of privately owned solid waste
2	disposal facilities.
3	(d) This subsection applies if a contract executed under subsection
4	(a) or (b) will yield a gross revenue to a contractor (other than a
5	governmental entity) of at least twenty-five thousand dollars (\$25,000)
6	during the time it is in effect. then the A unit:
7	(1) must comply with IC 36-1-12-4 in awarding the contract if the
8	unit is a county; and
9	(2) may comply with either:
10	(A) IC 36-1-12-4; or
11	(B) section 5.3 of this chapter;
12	in awarding the contract if the unit is a municipality other
13	than a consolidated city.
14	(e) A unit entering into a contract under subsection (d)(1) shall
15	require the bidder to submit a financial statement, a statement of
16	experience, the bidder's proposed plan or plans for performing the
17	contract, and the equipment that the bidder has available for the
18	performance of the contract. The statement shall be submitted on forms
19	prescribed by the state board of accounts. IC 36-1-12-4(b)(6) does not
20	apply to this subsection.
21	(e) (f) A unit may contract under this section with private persons
22	that operate facilities that combine significant elements of recycling or
23	production of refuse derived fuel.
24	SECTION 3. IC 36-9-30-5.3 IS ADDED TO THE INDIANA CODE
25	AS A <b>NEW</b> SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
26	1, 2022]: Sec. 5.3. (a) This section applies only to a municipality
27	that is not a consolidated city.
28	(b) As used in this section, "board" refers to:
29	(1) the:
30	(A) board of public works; or
31	(B) board of public works and safety;
32	in the case of a city; or
33	(2) the town council, in the case of a town.
34	(c) Notwithstanding any statute relating to the length, duration,
35	and terms of contracts and agreements, the board of a municipality
36	may enter into any contract or agreement with any person upon
37	such terms and conditions as may be agreed upon for the collection
38	and disposal of solid waste.
39	(d) Before or after the expiration or termination of the term or
40	duration of a contract or agreement entered into under subsection
41	(c), the board of a municipality, in accordance with this section,

may from time to time enter into amended, extended,



1	supplemental, new, or further contracts or agreements with:
2	(1) the same person with whom the board entered into the
3	contract or agreement under subsection (c); or
4	(2) any other person;
5	for any purpose referred to in this section.
6	(e) Overall cost, including construction costs, tipping fees, and
7	reductions in costs resulting from the sale of byproducts, should in
8	all cases be a major criterion in the selection of contractors for an
9	award of contracts for the collection and disposal of solid waste
10	under this section. The board of a municipality:
11	(1) shall consider:
12	(A) the highly complex and innovative nature of byproduct
13	recovery technology;
14	(B) the variety of waste collection and disposal technology
15	available;
16	(C) the desirability of flexibility for the development of
17	these complex facilities; and
18	(D) the economic and technical utility of contracts for
19	byproduct recovery projects that include in their scope
20	various combinations of design, construction, operations,
21	management, or maintenance responsibilities over
22	prolonged periods; and
23	(2) shall recognize that in some instances it may be beneficial
24	to the municipality to award a contract on the basis of factors
25	other than cost alone, such as:
26	(A) facility design;
27	(B) system reliability;
28	(C) energy efficiency; and
29	(D) compatibility with source separation, other recycling
30	systems, and environmental protection.
31	(f) Notwithstanding any other statute, a contract for the
32	collection and disposal of solid waste that is entered into between
33	a board on behalf of a municipality and any person under this
34	section may be awarded by the board under either of the following
35	procedures:
36	(1) Public bidding in compliance with IC 36-1-12.
37	(2) Compliance with subsections (g) through (q).
38	(g) A board proceeding under subsection (f)(2) to enter into a
39	contract for the collection and disposal of solid waste may require
40	any person seeking to enter into the contract with the municipality
41	to be prequalified as a proposer by submitting to the board:

(1) information relating to the experience of the proposer;



1	(2) the basis on which the proposer purports to be qualified to
2	carry out all work required by the proposed contract; and
3	(3) the financial condition of the proposer.
4	(h) Before issuing a request for proposals under this section, a
5	board shall:
6	(1) adopt a proposed request for proposals; and
7	(2) publish a public notice concerning the request for
8	proposals.
9	If the board has established a prequalification requirement under
10	subsection (g), the public notice published under subdivision (2)
l 1	may include the criteria according to which proposers may be
12	selected.
13	(i) The public notice published by a board under subsection
14	(h)(2) must:
15	(1) include the intent to issue a request for proposals; and
16	(2) designate times and places where the proposed request for
17	proposals may be viewed by the general public.
18	(j) After the publication of a public notice under subsection
19	(h)(2), the board shall allow a period of at least thirty (30) days for
20	the submission of:
21	(1) comments on the proposed request for proposals; and
22	(2) qualifications from persons seeking to be prequalified as
23 24	a proposer, if the board has established a prequalification
24	requirement under subsection (g).
25	Comments submitted under subdivision (1) may address the scope
26	or contents of the proposed request for proposals.
27	(k) After the period allowed under subsection (j), the board
28	shall:
29	(1) select proposers; and
30	(2) adopt a request for proposals.
31	The board shall notify each proposer that is selected of the
32	selection, inform the proposer of the date and place established for
33	the submission of proposals, and deliver to the proposer a copy of
34	the request for proposals.
35	(l) A request for proposals adopted under subsection (k)(2) must
36	include:
37	(1) a clear identification and specification of all elements of
38	cost that would become charges to the municipality, in
39	whatever form, in return for the fulfillment by the proposer
10	of all tasks and responsibilities established by the request for
1	proposals for the full term of the proposed contract for the

collection and disposal of solid waste, including such



1	appropriate matters as:
2	(A) proposals for project staffing;
3	(B) implementation of all work tasks;
4	(C) carrying out of all responsibility required by the
5	proposed contract; and
6	(D) the cost of planning, design, construction, operation,
7	management, or maintenance of any facility, and the cost
8	of processing or disposal of solid waste; and
9	(2) a clear identification and specification of any revenues that
10	would accrue to the municipality from the sale of any
11	byproducts or from any other source; and
12	(3) such other information as the board may determine to
13	have a material bearing on its ability to evaluate any proposal
14	in accordance with this section.
15	(m) The board may prescribe the form and content of proposals
16	submitted in response to its request for proposals. The information
17	submitted by a proposer must be sufficiently detailed to permit the
18	board to evaluate the proposal fairly and equitably. In addition, the
19	board, in the request for proposals, may set maximum allowable
20	cost limits that the board determines to be appropriate.
21	(n) The board may not receive proposals until at least thirty (30)
22	days after the proposers are selected and notified of their selection
23 24	under subsection (k). The board:
24	(1) shall evaluate the proposals it receives as to net cost or
25 26	revenues; and
26	(2) may, in a manner consistent with provisions set forth in
27	the request for proposals, evaluate the proposals on the basis
28	of additional factors such as:
29	(A) the technical evaluation of facility design;
30	(B) net energy efficiency;
31	(C) environmental protection;
32	(D) overall system reliability; and
33	(E) the financial condition of the proposer.
34	(o) The board, on behalf of the municipality, may negotiate with
35	any responsible proposer. After giving public notice including the
36	date, time, and place of the hearing, the board shall hold a public
37	hearing at which the public may submit comments on the contract
38	to be awarded. After the public hearing, the board shall make a
39	contract award to the responsible proposer selected under this
40	section based on a determination by the board that the selected

proposal is the most responsive to the needs of the municipality.



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(p) The contract award:

1	(1) must be in the form of a resolution; and
2	(2) must include particularized findings relative to the factors
3	to be evaluated under this section, indicating that the award:
4	(A) meets the municipality's needs; and
5	(B) is in the public interest.
6	(q) An action to contest:
7	(1) the validity of the contract awarded; or
8	(2) the procedure by which the contract was awarded;
9	must be initiated within thirty (30) days after the contract is
10	awarded under subsection (o). An action to contest the contract,
11	regardless of the cause, may not be initiated more than thirty (30)
12	days after the contract is awarded under subsection (o).



## COMMITTEE REPORT

Mr. Speaker: Your Committee on Local Government, to which was referred House Bill 1286, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

(Reference is to HB 1286 as introduced.)

MAY

Committee Vote: Yeas 9, Nays 1

