

COUNCIL AGENDA STATEMENT

Meeting Date:	August 9, 2022			
To:	Honorable Mayor an	d City Councilmembers		
From:	Dan Saus, Utilities D	Director		
Agenda Item: Resolution 2022-90, A Resolution Of The City Council Of The City Of Marathon, Florida, Ratifying A Change To The Agreement Between The City Of Marathon, Florida And Revinu, Authorizing The City Manager To Execute The Agreement On Behalf Of The City; And Providing For An Effective Date.				
BACKGROUND & J	USTIFICATION:			
		made into agreement on July 13 f \$.029per gallon to go into eff		
The increase is due to global fuel increase. S		ting shortage, supply chain cri roval.	sis, labor short	tage, and
CONSISTENCY CH	ECKLIST:		Yes	No
 Comprehensive Pl Other Not applicable 			_	
FISCAL NOTE:				
Approved by Finance	Department			

RECOMMENDATION:

Sponsored by: Garrett

CITY OF MARATHON, FLORIDA RESOLUTION 2022-90

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, RATIFYING A CHANGE TO THE AGREEMENT BETWEEN THE CITY OF MARATHON, FLORIDA AND REVINU, AUTHORIZING THE CITY MANAGER TO EXECUTE THE AGREEMENT ON BEHALF OF THE CITY; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Marathon, Florida (the "City"), and Revinu (the "Contractor") entered into a Contract on July 13, 2021; and

WHEREAS, on June 20, 2022 the City received a letter from the Contractors stating the increase cost ofgoods effective July 1, 2022; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, THAT:

- **Section 1**. The above recitals are true and correct and incorporated herein.
- **Section 2**. The letter from the contractor, a copy of which is attached as Exhibit "A," is hereby approved and ratified. The City Manager is authorized to execute the agreement on behalf of the City.
 - **Section 3**. This resolution shall take effect upon its adoption.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, THIS 9TH DAY OF AUGUST 2022.

THE CITY OF MARATHON, FLORIDA
John Bartus Mayor

AYES:
NOES:
ABSENT:
ABSTAIN:
ATTEST:
Diane Clavier
City Clerk
(City Seal)
APPROVED AS TO FORM AND LEGAL SUFFICIENCY FOR THE USE
AND RELIANCE OF THE CITY OF MARATHON, FLORIDA ONLY:
Steve Williams, City Attorney



4050 Dundee Road Winter Haven, FL 33884 863-656-5405

June 20, 2022

via email: garrettg@ci.marathon.fl.us

Mr. George Garrett City Manager City of Marathon 9805 Overseas Highway Marathon, FL 33050

Reference:

ITB-04222021LF-0-2021LF

Dear George,

Thank you for your continued business from each of us at Revinu. We all appreciate the opportunity to provide our services to the City of Marathon. As the influences of the pandemic continue to unfold nationally and globally, we have been working diligently to adjust the way we do business to minimize the negative effects on our customers while striving to perform at the highest level. We have covered the burden of additional expenses, rising costs and unknowns to date, in the best interest of our customers. During these times we have implemented efficiencies to continue to navigate the existing environment; however, continued rising costs have necessitated a price increase. These unprecedent times have not allowed anyone time to properly prepare or respond within existing business practices and requires action outside of our current business framework.

In an effort, to navigate the current environment together, we will only apply a 12% surcharge to contracts based on unforeseen and uncontrollable events driven from the pandemic, current world economic conditions, acts of governments, record inflation, and the resulting soaring price of fuel. Diesel fuel prices alone have increased 59% since May of last year, the cost of qualified labor has increased 22%, and a disrupted supply chain globally that has increased our costs significantly regarding all aspects of business including Employees, Capital, Parts and Services.

As we have in the past, we keep the customer's best interest in the forefront of every decision and will work diligently to ensure we nullify or minimize the requirement of any future adjustments if costs continue to rise.

The surcharge of \$.029 per gallon will go into effect on July 1, 2022.

Please contact me directly if you have any questions. We look forward to continuing to strive to exceed your expectations and all of us at Revinu thank you for the continued opportunity to service the City of Marathon.

Best Regards,

Donna Christiano
Chief Financial Officer