



CITY of CALABASAS

CITY COUNCIL AGENDA REPORT

DATE: MAY 23, 2021

TO: HONORABLE MAYOR AND COUNCILMEMEBERS

FROM: ROBERT YALDA, PUBLIC WORKS DIRECTOR
MARINA ISSAKHANI, ENVIRONMENTAL CONSULTANT

SUBJECT: RECOMMENDATION TO AUTHORIZE TWO EXTENSIONS OF THE EXISTING SOLID WASTE COLLECTION FRANCHISE AGREEMENT WITH WASTE MANAGEMENT AND APPROVE AMENDMENT NO. 2 TO THE AGREEMENT

MEETING DATE: JUNE 23, 2021

SUMMARY RECOMMENDATION:

Staff recommends that the City Council approve the following actions:

- 1) Authorize two consecutive extensions to the existing Solid Waste Franchise Agreement with Waste Management for a four-year period from March 1, 2023 through February 28, 2027.
- 2) Approve Amendment No. 2 to the Solid Waste Franchise Agreement modifying Exhibits D and E to increase the collection frequency of the bus stop and sidewalk litter containers.

BACKGROUND:

On February 29, 2016, the City entered into a Franchise Agreement with Waste Management for Solid Waste Collection Services. Per the Agreement, Waste Management performs the following services in addition to regular residential and commercial trash and recycling pick up:

- ABOP Collection Service
- Bulky Item Pick-up
- Door-to-Door Household Hazardous Waste Collection
- Holiday Tree Collection
- Residential Move-in Collection
- Street litter container/Bus stop litter container collection
- Commercial Organics Collection Service
- Valet Service

Furthermore, Waste Management provides education and outreach to residential and commercial customers through the following means: annual newsletter, website, billing inserts (flyers), participating at City events, and performing waste audits.

DISCUSSION/ANALYSIS:

Extension of Franchise Agreement

On January 8, 2020, City Council approved two separate service rate adjustments for residential and commercial trash service. Due to these rate adjustments, on June 3, 2020 Waste Management opted to request to extend the terms of the current Solid Waste Franchise Agreement in lieu of requesting the annual service rate increase based on CPI. The Solid Waste Collection Service Agreement is set to expire on February 28, 2023. On June 3, 2020, Waste Management submitted a request to extend the term of the Agreement (Attachment A). Pursuant to section 4.4 of the agreement, "City shall have the sole option to extend the initial Term for three (3) additional two-year periods. The first two (2) year period shall be from March 1, 2023 through February 28, 2025."

Furthermore, on March 29, 2021 Waste Management submitted another request to extend the terms of the Agreement (Attachment B) in lieu of the annual service rate increase. This request is to extend the term for an additional two years from March 1, 2025 through February 28, 2027. In total, Waste Management is requesting two two-year extensions of the Franchise Agreement to run consecutively from March 1, 2023 through February 28, 2027. Per the request of the Public Works Director, the City Attorney reviewed the two requests for extensions and recommended to approve both extensions to the Agreement.

Waste Management delivers excellent customer service to both customers and staff by providing immediate responses to questions or requests. Overall, Waste Management has continued to comply with the terms of the Agreement including providing public education and outreach, as well as meeting diversion rates and reporting requirements.

Bus stop and Sidewalk Litter Container Collection

Per the Solid Waste Franchise Agreement, Waste Management provides collection service for the citywide bus stop and sidewalk litter containers. Due to frequent use of the litter containers, the Public Works Construction/Inspection Staff has been required to make additional pickups and request additional collection service from Waste Management. Therefore, it is deemed necessary to increase the frequency of the collection service to twice per week at all locations. Amendment No. 2 modifies the Bus Stop Container and Sidewalk Litter Container Schedules of the Solid Waste Franchise Agreement to include twice per week collection on Mondays and Fridays.

FISCAL IMPACT/SOURCE OF FUNDING:

There is no fiscal impact associated with this action item.

REQUESTED ACTION:

Staff recommends that the City Council approve the following actions:

- 1) Authorize two consecutive extensions to the existing Solid Waste Franchise Agreement with Waste Management for a four-year period from March 1, 2023 through February 28, 2027.
- 2) Approve Amendment No. 2 to the Solid Waste Franchise Agreement modifying Exhibits D and E to increase the collection frequency of the bus stop and sidewalk litter containers.

ATTACHMENTS:

Attachment A: Waste Management Agreement Extension Request 2020
Attachment B: Waste Management Agreement Extension Request 2021
Attachment C: Exhibit D – Bus Stop Containers
Attachment D: Exhibit E – Sidewalk Litter Containers
Attachment E: Amendment No. 2