

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 19-0276

APPROVAL OF MODIFICATION NO. 1 TO CONTRACT NO. 50073.76 WITH SOUTH SAN FRANCISCO SCAVENGER CO., INC. TO ADD SORTING SERVICES AND TO INCREASE THE CONTRACT AMOUNT BY \$982,512, FOR A NEW NOT-TO-EXCEED AMOUNT OF \$9,800,000

- WHEREAS, on June 1, 2016, by Resolution No.16-0168, the Airport Commission awarded Contract No. 50073.76 for solid waste management services to South San Francisco Scavenger Co., Inc. (“Scavenger”) in a not-to-exceed amount of \$8,817,488 to provide services for a five-year term; and
- WHEREAS, the Contract provides for hauling, composting, recycling, and proper disposal of Airport materials generated across all Airport facilities, including the terminals, boarding areas, parking garages, and administration and maintenance buildings; and
- WHEREAS, the Airport set a Strategic Plan Goal of achieving Zero Waste by 2021; and
- WHEREAS, in order to achieve the Airport’s Strategic Plan goal of achieving Zero Waste by 2021, it must divert 90% of materials from landfill through sorting to recycling and compost; and
- WHEREAS, landfill diversion is currently at 56% across a five-year average due to an increase in passenger volume and materials generated by those passengers; and
- WHEREAS, the Airport and Scavenger conducted a pilot test of services to sort compostable materials, resulting in over 70% diversion from landfill; and
- WHEREAS, Contract No. 50073.76 does not currently include sorting services; and
- WHEREAS, Staff have negotiated a modification to the Contract with Scavenger to add mixed solid waste sorting services to increase the diversion of compostable materials, which will increase the maximum contract amount by \$982,512, for a new not-to-exceed amount of \$9,800,000; now, therefore, be it
- RESOLVED, that this Commission hereby approves Modification No. 1 to Contract No. 50073.76 with Scavenger for solid waste management services, to add a new solid waste sorting service and increase the maximum contract amount by \$982,512, for a new total not-to-exceed amount of \$9,800,000.

I hereby certify that the foregoing resolution was adopted by the Airport Commission
at its meeting of NOV - 5 2019


Secretary



MEMORANDUM

November 5, 2019

TO: AIRPORT COMMISSION
Hon. Larry Mazzola, President
Hon. Linda S. Crayton, Vice President
Hon. Eleanor Johns
Hon. Richard J. Guggenlime
Hon. Malcolm Yeung

19-0276

NOV - 5 2019

FROM: Airport Director

SUBJECT: Approval of Modification No. 1 to Contract No. 50073.76 with South San Francisco Scavenger Co., Inc. for Solid Waste Management Services, to Add Sorting Services and to Increase the Contract Amount by \$982,512, for a new not-to-exceed amount of \$9,800,000

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 1 TO CONTRACT NO. 50073.76 WITH SOUTH SAN FRANCISCO SCAVENGER CO., INC. TO ADD SORTING SERVICES AND TO INCREASE THE CONTRACT AMOUNT BY \$982,512, FOR A NEW NOT-TO-EXCEED AMOUNT OF \$9,800,000.

Executive Summary

The Solid Waste Management Services Agreement (Contract No. 50073.76) between the Airport Commission and South San Francisco Scavenger Co., Inc. ("Scavenger") provides for hauling, composting, recycling, and disposal of Airport waste materials. Since the commencement of the Contract on June 1, 2016, the Airport experienced a 12 percent increase in passenger volume and a 35 percent increase in overall waste materials generated resulting from increases in both aviation and non-aviation activities including aircraft and concessions waste. The proposed Modification No. 1 to Contract No. 50073.76 would add a new sorting service to accommodate increased volume and increase diversion from landfill. This will increase the contract amount by \$982,512, for a new not-to-exceed amount of \$9,800,000.

Background

On June 1, 2016, by Resolution No. 16-0168, the Airport Commission awarded Contract No. 50073.76 for solid waste management services to Scavenger in the amount of \$8,817,488. This contract has a five-year duration from July 1, 2016, to June 30, 2021, with the option to extend the contract for a one-year period, exercisable at the sole and absolute discretion of the Commission.

The services provided under the contract include hauling, composting, recycling, and proper disposal of Airport solid waste materials. In addition, the contract calls for the contractor to provide all necessary waste containers, perform routine maintenance, maintain general cleanliness in waste collection areas,

THIS PRINT COVERS CALENDAR ITEM NO. 6

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

LONDON N. BREED MAYOR LARRY MAZZOLA PRESIDENT LINDA S. CRAYTON VICE PRESIDENT ELEANOR JOHNS RICHARD J. GUGGENHIME MALCOLM YEUNG IVAR C. SATERO AIRPORT DIRECTOR

and provide as-needed repairs on waste collection equipment used in performing ongoing services under the contract. The services extend across the Airport campus and include terminal boarding areas, parking garages, administration and maintenance buildings, and other Airport facilities.

Due to the increase in passenger volume and waste generated, the Airport must modify collection and sorting operations to meet the Airport's Zero Waste goal of 90% diversion of materials from landfill. The Airport's five-year diversion average is currently at 56%. Despite heightened efforts by Staff to reduce materials procured, consumed, and sorted onsite through passenger campaigns and employee education, the volume of waste materials generated on campus requires additional sorting services. The current contract does not include waste sorting.

In October 2018, the Airport conducted a pilot test of services with Scavenger using new sorting equipment referred to as the "Scott System." This System sorted and diverted over 70 percent of waste materials from landfill to create a finished organically rich compost for reuse. The Airport recommends modifying the current contract to increase the contract amount and to add new sorting services to capture and divert compostable materials from the landfill waste stream.

To reduce waste generation beyond these added services, the Airport continues to educate passengers and employees, improve and increase collection bins, eliminate plastic food service ware and bottled water, and expand the SFO Unites Against Hunger food donation program. In spring of 2020, the Airport will request Commission approval to issue a Request for Proposal for a new solid waste management services contract focused on expanded zero waste services to help the Airport meet its Zero Waste goal of 90% diversion from landfill, set under its current Strategic Plan.

Recommendation

I recommend the Commission approve Modification No. 1 to Contract No. 50073.76, Solid Waste Management Services with South San Francisco Scavenger Co., Inc., to add mixed solid waste sorting services and to increase the contract amount by \$982,512, for a new not-to-exceed amount of \$9,800,000.



Ivar C. Satero
Airport Director

Prepared by: Julian Potter
Chief Administrative & Policy Officer

Attachment