



**San Francisco Office of the City Administrator
City Administrator Carmen Chu**

Refuse Collection Services

Contract 1000020021 / TC 83150

File [240365](#)

Office of Contract Administration

Board of Supervisors' Budget & Finance Committee

May 8, 2024

Background

- Since 2004, City has held consolidated contract for refuse collection with services for City government facilities through the Office of Contract Administration
- Sole source contract approved in 2014 for 6 years, NTE \$48M
- November 2020: new contract was before the Board but no action taken
 - For continuity of refuse service, OCA entered into an interim contract covering Dec 2020 – Nov 2021
 - **Original NTE:** \$5.6M, amended to \$9.9M
 - **Duration :** December 1, 2020 – June 30, 2021, amended to Nov. 30, 2021
 - Board approved contract extension in November 2021
 - **NTE:** \$15.6M
 - **Duration:** December 1, 2020 – June 30, 2022
 - Board approved contract extension in June 2022 – allows time to solicit for new services
 - **Current NTE:** \$39.6M
 - **Current Duration:** December 1, 2020 – June 30, 2024
 - OCA amended June 2023 to adjust rates, as authorized by Board in June 2022

Proposed Amendment 5

- Amendment to current contract required to ensure continuity of service while City negotiates and executes new agreement
- Continues favorable contract terms
 - **Duration:** 4-month extension to October 31, 2024
 - **NTE:** \$43.8M – based on current utilization
 - **Scope:** No change
 - **Rates:** No change

Projected Expenditures

Actual Expenditures <i>(through 3/19/24)</i>	\$ 35,786,901
Average Monthly Spend	\$899,833
Projected Expenditures <i>(through 10/31/24)</i>	\$6,685,146
TOTAL ACTUAL AND PROJECTED EXPENDITURES	\$ 42,472,047
20% contingency	\$1,337,029
NEW TOTAL NOT-TO-EXCEED	\$ 43,800,000

Solicitation for New Contract

- **June 2022**: City issues solicitation for new City refuse services contract. Two firms submit proposals:
 - **Allied Waste Services of North America, LLC**
 - **Recology**
- **January 2023**: Evaluation complete, issue Notice of Intent to Award to Allied Waste Services
- **February 2023**: CEQA process kicks off
- **November 2023**: Allied Waste Services submits application for truck permits
- **February 2024**: Planning completes CEQA process – Addendum issued
- **February 2024**: OCA submits new contract to BOS for approval
- **March 2024**: Allied Waste Services withdraws proposal following BOS Budget & Finance Committee meeting
- **March 2024**: OCA negotiates extension with Recology for current contract (proposed Amendment 5)
- **June 30, 2024**: Current contract with Recology ends

Next Steps

- **May 2024:** Commence negotiations on new contract
- **No later than August 2024:** Conclude negotiations and finalize new contract
- **August 2024:** BOS submission
- **October 2024:** BOS approval and execution of new contracts

Thank You