

AIRPORT COMMISSION  
CITY AND COUNTY OF SAN FRANCISCO  
RESOLUTION NO. 22-0004

**APPROVAL OF MODIFICATION NO. 4 TO CONTRACT NO. 50073.76 WITH SOUTH SAN FRANCISCO SCAVENGER CO., INC. FOR SOLID WASTE MANAGEMENT SERVICES, TO INCREASE THE CONTRACT NOT-TO-EXCEED AMOUNT BY \$900,000 FOR A NEW CONTRACT AMOUNT NOT TO EXCEED \$10,700,000 WITH NO CHANGE TO THE CONTRACT DURATION, AND DIRECT THE COMMISSION SECRETARY TO REQUEST APPROVAL OF THE MODIFICATION BY THE BOARD OF SUPERVISORS**

WHEREAS, on June 1, 2016, by Resolution No. 16-0168, the Commission awarded Contract No. 50073.76 (Contract) for solid waste management services to South San Francisco Scavenger Co., Inc. (Scavenger) in the amount of \$8,817,488, with a five-year contract duration, and the option to extend the contract term for one year, exercisable at the sole and absolute discretion of the Commission; and

WHEREAS, the Contract provides for hauling, sorting, composting, recycling, and proper disposal of waste materials generated across all Airport facilities, including the terminals, boarding areas, parking garages, and administration and maintenance buildings; and

WHEREAS, on November 5, 2019, by Resolution No. 19-0276, the Commission approved Modification No. 1 to the Contract to add new mixed solid waste sorting services and to increase the contract amount by \$982,512, for a new total not-to-exceed amount of \$9,800,000; and

WHEREAS, on July 1, 2020, the Airport and Scavenger administratively modified the Contract through Modification No. 2, to reduce unit cost prices and update standard contractual language; and

WHEREAS, on June 15, 2021, by Resolution No. 21-0142, the Commission approved Modification No. 3 to the Contract to exercise the one-year option to extend the term through June 30, 2022, with no increase to the total contract amount; and

WHEREAS, on November 9, 2021, by Resolution No. 21-0218, the Commission authorized Staff to issue a Request for Proposals (RFP) for solid waste management services; and

WHEREAS, this proposed modification to Contract No. 50073.76 would increase the contract amount to provide for continuous solid waste management services, while the Airport completes the RFP process and awards a new contract; now, therefore be it

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RESOLVED, that this Commission hereby approves Modification No. 4 to Contract No. 50073.76 with South San Francisco Scavenger Co., Inc. for solid waste management services, to increase the contract not-to-exceed amount by \$900,000 for a new contract amount not to exceed \$10,700,000 with no change to the contract duration; and, be it further

RESOLVED, that this Commission hereby directs the Commission Secretary to seek Board of Supervisors approval of Modification No. 4 to the contract as required by San Francisco Charter Section 9.118(b).

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*I hereby certify that the foregoing resolution was adopted by the Airport Commission*  
at its meeting of                     =                    JAN 18 2022                    

  
Secretary



San Francisco International Airport

**MEMORANDUM**

January 18, 2022

TO: AIRPORT COMMISSION  
Hon. Larry Mazzola, President  
Hon. Eleanor Johns, Vice President  
Hon. Everett A. Hewlett, Jr.  
Hon. Jane Natoli  
Hon. Malcolm Yeung

22-0004  
= JAN 18 2022

FROM: Airport Director

SUBJECT: Approval of Modification No. 4 to Contract No. 50073.76 with South San Francisco Scavenger Co., Inc. for Solid Waste Management Services

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 4 TO CONTRACT NO. 50073.76 WITH SOUTH SAN FRANCISCO SCAVENGER CO., INC. FOR SOLID WASTE MANAGEMENT SERVICES, TO INCREASE THE CONTRACT NOT-TO-EXCEED AMOUNT BY \$900,000 FOR A NEW CONTRACT AMOUNT NOT TO EXCEED \$10,700,000 WITH NO CHANGE TO THE CONTRACT DURATION, AND DIRECT THE COMMISSION SECRETARY TO REQUEST APPROVAL OF THE MODIFICATION BY THE BOARD OF SUPERVISORS.

**Executive Summary**

South San Francisco Scavenger Co., Inc. (Scavenger) provides solid waste management services for the San Francisco International Airport (Airport) under an existing contract, which will expire on June 30, 2022. The Airport has issued a Request for Proposals (RFP) for a new contract for these services, which Staff anticipates awarding in early 2022. In the interim, the Airport requires continuous waste management service. With passenger levels starting to recover from the COVID-19 pandemic, Staff anticipates exhausting contract funds prior to the expiration of the existing contract. To allow sufficient time to complete the RFP and to transition to a new contractor, if necessary, Staff recommends modifying the existing Contract No. 50073.76 with Scavenger to increase the contract amount by \$900,000, for a new not-to-exceed amount of \$10,700,000. Staff also recommends authorizing the Commission Secretary to request Board of Supervisors' approval under San Francisco Charter Section 9.118 because the proposed modification would increase the contract value in excess of \$10,000,000.

**Background**

Scavenger provides solid waste management services, which include hauling, composting, recycling, sorting, and proper disposal of Airport solid waste materials, under Contract No. 50073.76 (Contract) with the Airport. The Contract requires Scavenger to provide all necessary waste containers, perform routine maintenance, maintain general cleanliness in waste

THIS PRINT COVERS CALENDAR ITEM NO. 4

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

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JANE NATOLI

MALCOLM YEUNG

IVAR C. SATERO  
AIRPORT DIRECTOR

collection areas, and provide as-needed repairs on waste collection equipment used in providing 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.

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

On November 5, 2019, by Resolution No. 19-0276, the Commission approved Modification No. 1 to the contract to add new mixed solid waste sorting services and to increase the contract amount by \$982,512, for a new total not-to-exceed amount of \$9,800,000.

On July 1, 2020, the Airport and Scavenger administratively modified the contract through Modification No. 2, to reduce unit cost prices and update standard contractual language.

On June 15, 2021, by Resolution No. 21-0142, the Commission approved Modification No. 3 to exercise the one-year option to extend the term of the contract through June 30, 2022, with no increase to the total contract amount.

On November 9, 2021, by Resolution No. 21-0218, the Commission authorized Staff to issue an RFP for solid waste management services, and on November 12, 2021, Staff issued the RFP. With passenger levels starting to recover from the COVID-19 pandemic, the Airport anticipates that it may need additional funding under the existing contract with Scavenger to allow sufficient time to complete the RFP process and to transition to a new contractor, if necessary.

Modification No. 4 would increase the Contract amount by \$900,000 for a new not-to-exceed contract amount of \$10,700,000, allowing sufficient time for the Airport to enter into a new contract, while maintaining continuous waste management service. Staff also recommends authorizing the Commission Secretary to request Board of Supervisors approval under San Francisco Charter Section 9.118(b) because the proposed modification would cause the contract value to exceed \$10,000,000.

Personal Services Contract (PSC) No. 49939-15/16 was administratively modified to increase the dollar amount, which includes the proposed dollar amount of this modification. SEIU classifications were identified under this PSC, and the required 60-day union notification went out on December 10, 2021. On February 9, 2022, the PSC will be submitted to the Department of Human Resources (DHR) for approval. Airport staff will not proceed with the Board of Supervisors approval if the PSC is not approved by DHR.

In light of the COVID-19 crisis and its impact on Airport finances, Staff has considered the financial implications of the proposed modification and has determined that the services are necessary for continued safe and secure Airport operations.

**Recommendation**

I recommend the Commission approve Modification No. 4 to Contract No. 50073.76 with South San Francisco Scavenger Co., Inc., for solid waste management services, to increase the not-to-exceed amount by \$900,000, for a new contract amount not to exceed \$10,700,000 with no change to the contract duration. I also recommend the Commission direct the Commission Secretary to seek Board of Supervisors approval of Modification No. 4, as required by San Francisco Charter Section 9.118(b).



Ivar C. Satero  
Airport Director

Prepared by: Geoffrey W. Neumayr  
Chief Development Officer  
Planning, Design & Construction

Attachment