AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO RESOLUTION NO. 21-0142

APPROVAL OF MODIFICATION NO. 3 TO CONTRACT NO. 50073.76 WITH SOUTH SAN FRANCSICO SCAVENGER CO., INC., FOR SOLID WASTE MANAGEMENT SERVICES, TO EXERCISE THE ONE-YEAR OPTION TO EXTEND THE TERM OF THE CONRACT THROUGH JUNE 30, 2022, WITH NO INCREASE TO THE TOTAL CONTRACT AMOUNT

- WHEREAS, the Airport requires solid waste management services 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, on June 1, 2016, by Resolution No.16-0168, the 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
- on November 5, 2019, by Resolution No. 19-0276, the Commission approved WHEREAS, Modification No. 1 to the contract to add new 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
- on July 1, 2020, the Airport and Scavenger administratively modified the contract WHEREAS. through Modification No. 2, to reduce unit cost prices, amend Appendix B – South San Francisco Scavenger Company Inc. Bid Form, and update standard contractual language; and
- the Airport continues to require the assistance of Scavenger to provide solid waste WHEREAS. management services, proper recycling, and composting of materials generated at the Airport as required by California Assembly Bills 341 (Mandatory Commercial Recycling) and 1826 (Mandatory Commercial Organics Recycling); now, therefore, be it
- RESOLVED. that this Commission hereby approves Modification No. 3 to Contract No. 50073.76 South San Francisco Scavenger Co., Inc. for solid waste management services, 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.

I hereby certify that the foregoing resolution was adopted by the Airport Commission JUN 15 2021 at its meeting of______

five-year term; and



San Francisco International Airport

MEMORANDUM

June 15, 2021

TO:

AIRPORT COMMISSION

Hon. Larry Mazzola, President Hon, Eleanor Johns, Vice President Hon. Richard J. Guggenhime

Hon. Everett A. Hewlett, Jr.

Hon. Malcolm Yeung

21-0142

JUN 1 5 2021

FROM:

Airport Director

SUBJECT:

Approval of Modification No. 3 to Contract No. 50073.76 with South San

Francisco Scavenger Co., Inc. for Solid Waste Management Services

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 3 TO CONTRACT NO. 50073.76 WITH SOUTH SAN FRANCISCO SCAVENGER CO., INC. FOR SOLID WASTE MANAGEMENT SERVICES, 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.

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. The Airport continues to require these services, which include hauling, composting, recycling, and disposal of waste materials. Staff seeks Commission authorization 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.

Due to the COVID-19 crisis and its impact on Airport finances, Staff considered the financial implications of the proposed contract modifications and determined that the services are necessary for continued safe and secure Airport operations.

Background

Scavenger provides solid waste management services, which include hauling, composting, recycling, and proper disposal of Airport solid waste materials, under an existing contract with the Airport. In addition, the contract requires Scavenger to provide all necessary waste containers, perform routine maintenance, maintain general cleanliness in waste collection areas, and provide as-needed repairs on waste collection equipment used in providing services under

THIS PRINT COVERS CALENDAR ITEM NO



AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

LONDON N. BREED LARRY MAZZOLA ELEANOR JOHNS

PRESIDENT

VICE PRESIDENT

RICHARD I. GUGGENHIME

EVERETT A. HEWLETT, JR. MALCOLM YEUNG

IVAR C. SATERO AIRPORT DIRECTOR 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. 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.

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, amend Appendix B - South San Francisco Scavenger Company Inc. Bid Form, and update standard contractual language.

The Airport continues to require the assistance of Scavenger to provide solid waste management services, proper recycling, and composting of materials generated at the Airport as required by California Assembly Bills 341 (Mandatory Commercial Recycling) and 1826 (Mandatory Commercial Organics Recycling). For this contract extension, an increase to the total contract amount will not be necessary as sufficient funding is available due to low passenger activity and the reduced demand for these services due to the COVID-19 pandemic. Staff recommends approving Modification No. 3 to Contract No. 50073.76, 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.

Recommendation

I recommend the Commission approve Modification No. 3 to Contract No. 50073.76 with South San Francisco Scavenger Co., Inc. for solid waste management services 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.

Ivar C. Satero Airport Director

Prepared by: Geoff Neumayr

Chief Development Officer

Attachment