#### AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO RESOLUTION NO. 24-0225

APPROVAL OF MODIFICATION NO. 1 TO CONTRACT NO. 50245 WITH SOUTH SAN FRANCISCO SCAVENGER CO., INC. FOR SOLID WASTE MANAGEMENT COLLECTION, SORTING, AND RELATED SERVICES, TO EXERCISE THE FIRST OF TWO 3-YEAR OPTIONS TO EXTEND THE CONTRACT TERM THROUGH FEBRUARY 28, 2028, AND TO INCREASE THE CONTRACT AMOUNT BY \$13.108.062, FOR A NEW TOTAL NOT-TO-EXCEED AMOUNT OF \$22,408,062

- WHEREAS, the San Francisco International Airport (Airport) requires solid waste collection, hauling, composting, recycling, and disposal across terminal boarding areas, parking garages, administration and maintenance buildings, and other Airport facilities; and
- WHEREAS, on February 8, 2022, by Resolution No. 22-0016, the Airport Commission (Commission) awarded Contract No. 50245 (Contract) to South San Francisco Scavenger Co., Inc. (Scavenger) in an amount not to exceed \$9,300,000 and a term of three years from March 1, 2022 through February 28, 2025 with two options to renew the Contract for a period of three years each, exercisable at the Commission's sole discretion; and
- WHEREAS, Staff seeks Commission approval to exercise the first of two 3-year options to extend the term through February 28, 2028, increase the contract amount by \$13,108,062, and modify the Appendix B Calculation of Charges to include the cost for the three additional years of services for a new total not-to-exceed amount of \$22,408,062; and
- WHEREAS, Modification No. 1 includes updates to Appendix A Scope of Services to include additional zero waste services and to update and clarify reporting requirements, maintenance, cleaning, and inspection requirements; now, therefore, be it
- RESOLVED, that this Commission hereby approves Modification No. 1 to Contract No. 50245 with South San Francisco Scavenger Co., Inc. for solid waste management collection, sorting, and related services, to exercise the first of two 3-year options to extend the Contract term through February 28, 2028 and to increase the contract amount by \$13,108,062 for a new total not-toexceed amount of \$22,408,062; and, be it further
- RESOLVED, that the Commission hereby directs the Commission Secretary to seek Board of Supervisors' approval of the Modification consistent with San Francisco Charter Section 9.118(b).

I hereby certify that the foregoing resolution was adopted by the Airport Commission

OCT 15 2024

at its meeting of



## MEMORANDUM October 15, 2024

TO:

AIRPORT COMMISSION

Hon. Malcolm Yeung, President

Hon. Everett A. Hewlett, Jr., Vice President

Hon. Jane Natoli

Hon, Jose F. Almanza

Hon, Mark Buell

24-0225

OCT 1 5 2024

FROM:

Airport Director

SUBJECT:

Approval of Modification No. 1 to Contract No. 50245 with South San

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

Sorting, and Related Services

DIRECTOR'S RECOMMENDATION: APPROVE MODIFICATION NO. 1 TO CONTRACT NO. 50245 WITH SOUTH SAN FRANCISCO SCAVENGER CO., INC. FOR SOLID WASTE MANAGEMENT, COLLECTION, AND RELATED SERVICES TO EXERCISE THE FIRST OF TWO 3-YEAR OPTIONS TO EXTEND THE CONTRACT TERM THROUGH FEBRUARY 28, 2028, INCREASE THE CONTRACT AMOUNT BY \$13,108,062 FOR A NEW TOTAL NOT-TO-EXCEED AMOUNT OF \$22,408,062, AND DIRECT THE COMMISSION SECRETARY TO SEEK BOARD OF SUPERVISORS' APPROVAL CONSISTENT WITH SAN FRANCISCO CHARTER SECTION 9.118(B).

## **Executive Summary**

Airport Commission (Commission) approval is requested for Modification No. 1 (Modification) to Contract No. 50245 (Contract) with South San Francisco Scavenger Co., Inc. (Scavenger) to exercise the first of two 3-year options to extend the term of the Contract through February 28, 2028 and increase the Contract amount by \$13,108,062 for a new total not-to-exceed amount of \$22,408,062. The Contract provides solid waste management, collection, sorting, and related services for the San Francisco International Airport (Airport). Staff also recommends directing the Commission Secretary to seek Board of Supervisors' approval of the Modification under Charter Section 9.118(b).

#### Background

The Contract with Scavenger provides solid waste collection, hauling, composting, recycling, and disposal across terminal boarding areas, parking garages, administration and maintenance buildings, and other Airport facilities. The Contract also requires Scavenger to provide waste containers, perform routine maintenance, maintain general cleanliness in waste collection areas, provide repairs on waste collection equipment, and submit quarterly reports. The services are essential for maintaining public health,

compliance with environmental regulations, and alignment with the Airport's Zero Waste Goals.

On February 8, 2022, by Resolution No. 22-0016, the Commission awarded the Contract to the Scavenger in an amount not to exceed \$9,300,000 and a term of three years from March 1, 2022 through February 28, 2025, with two options to renew the Contract for a period of three years each, exercisable at the Commission's sole discretion.

Scavenger continues to provide acceptable solid waste management services, and the Airport continues to require the services.

Staff seeks Commission approval to exercise the first of two 3-year options to extend the term through February 28, 2028, increase the Contract amount by \$13,108,062, and modify the Appendix B Calculation of Charges to include the cost for the three additional years of services for a new total not-to-exceed amount of \$22,408,062.

This Modification includes updates to Appendix A Scope of Services to include additional zero waste services. In addition, the scope is updated to clarify reporting, maintenance, cleaning, and inspection requirements.

As the Contract amount exceeds \$10,000,000, pending Commission approval, the Airport will request approval from the Board of Supervisors as required for this Modification, pursuant to San Francisco Charter Section 9.118(b).

# Recommendation

I recommend the Commission approve Modification No.1 to Contract No. 50245 with South San Francisco Scavenger Co., Inc. for solid waste management, collection, and related services, to exercise the first of two 3-year options to extend the Contract term through February 28, 2028, and to increase the Contract amount by \$13,108,062 for a new not-to-exceed Contract amount of \$22,408,062. I also recommend that the Commission direct the Commission Secretary to seek Board of Supervisor's approval of Modification No. 1 consistent with San Francisco Charter Section 9.118(b).

Ivar C. Satero Airport Director

Prepared by:

Jeff Littlefield

Chief Operating Officer

Attachment