

RESOLUTION NO. 2010-674

Adopted by the Sacramento City Council

November 30, 2010

APPROVING EXCLUSIVE FRANCHISE AGREEMENT WITH ALLIED WASTE SERVICES OF NORTH AMERICA, LLC FOR SOLID WASTE COLLECTION AND DIVERSION SERVICES IN THE OLD SACRAMENTO GARBAGE COLLECTION DISTRICT; RENAMING AND MODIFYING SCOPE OF CIP M17700000

BACKGROUND

- A. The Old Sacramento Garbage Collection District was established by the City Council in 2000 to provide an effective and efficient integrated solid waste management system for Old Sacramento, including solid waste collection and recycling services.
- B. The current, open-competition system for providing solid waste services in the Old Sacramento Garbage Collection District has resulted in difficulty in holding businesses accountable for adequate collection services. Further, inadequate collection services have led to increased litter in alleyways, overflowing garbage bins, and increased noxious odors, all of which have a harmful effect upon economic development in Old Sacramento and endanger public health and safety.
- C. The needs of the Old Sacramento Historic District and its business community are best served by the establishment of an exclusive franchise for the provision of collection services. City Code section 13.10.560 authorizes granting a single contractor the exclusive right to provide collection services in Old Sacramento.
- D. On August 21, 2009, a Request for Proposals (RFP) was issued in compliance with the requirements of City Code section 13.10.610. The City received two proposals in response to the RFP. The Old Sacramento Historic District Office convened a Selection Committee pursuant to City Code section 13.10.610 which unanimously chose Allied Waste Services of North America, LLC (Allied).
- E. In addition to being the lowest bidder, Allied's commitment to customer service was verified by references within and outside of the Old Sacramento Historic District.
- F. During the term of the agreement, Allied will pay to the City franchise fees for the exclusive right to engage in the business of collecting, transporting, and disposing of solid waste kept, accumulated, or generated in the Old Sacramento Garbage Collection District.
- G. The revenue associated from the above fees will be used for the maintenance or services directly related to the provision of solid waste and recycling service in the Old Sacramento Garbage Collection District. Revenue collected from the franchise fee will be recorded in the General Fund within the Old Sacramento operating budget. Since

the contract will commence in Fiscal Year 2010/11, staff will analyze and review at mid-year to make budget adjustments accordingly.

- H. The scope of the Old Sacramento Waterfront Restroom (M17700000) Capital Improvement Program (CIP) project will be expanded to include service court development.
- I. This agreement is for a five-year period with the option to extend the contract for five additional one-year periods at the City's sole discretion.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The exclusive franchise agreement with Allied Waste Services of North America, LLC for solid waste collection and diversion services in the Old Sacramento Collection District is approved, and the Interim City Manager, or his designee, is authorized to execute the agreement.
- Section 2. The scope of Old Sacramento Waterfront Restroom CIP (M17700000) is modified to include service court development and is renamed the "Old Sacramento Service Courts and Support Facilities" CIP.
- Section 3. Exhibit A is part of this Resolution.

Table of Contents:

- Exhibit A Agreement between the City of Sacramento and Allied Waste Services of North America, LLC

Adopted by the City of Sacramento City Council on November 30, 2010 by the following vote:

Ayes: Councilmembers Ashby, Cohn, D Fong, R Fong, McCarty, Pannell, Schenirer, Sheedy, and Mayor Johnson.

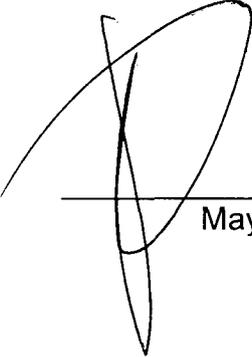
Noes: None.

Abstain: None.

Absent: None.

Attest:


Shirley Concolino, City Clerk



Mayor Kevin Johnson