Item#205 10/8/18

(R-2019-156)

RESOLUTION NUMBER R- 311986

DATE OF FINAL PASSAGE OCT 1 0 2018

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO RECEIVING AND ACCEPTING THE SOLID WASTE DISTRICTED EXCLUSIVE COLLECTION SYSTEM STUDY AND APPROVING RECOMMENDATIONS TO INCORPORATE KEY STUDY FINDINGS.

WHEREAS, the City of San Diego (City) currently utilizes a non-exclusive solid waste collection franchise system to regulate collection, transportation, and disposal of refuse generated by commercial facilities, residences on private streets, and multi-family residences located on public streets which are not eligible for City-provided collection services; and

WHEREAS, in August 2014, the Office of the City Auditor (Auditor) completed an audit of the City's Environmental Services Department (ESD) Waste Reduction and Recycling Programs, and recommended that ESD examine the potential for transitioning from the current non-exclusive franchise system to a districted exclusive franchise system, wherein the City would be organized into several defined service districts with a single hauler awarded a franchise to perform solid waste collection activities in each district; and

WHEREAS, the City issued a Request for Proposals (RFP) and selected R3 Consulting Group, Inc. (Consultant) in March 2017 to perform an assessment of the City's current non-exclusive franchise system and to evaluate whether transitioning to a districted exclusive franchise system would be beneficial to the City; and

WHEREAS, in August 2018, the Consultant produced the Districted Exclusive Collection System Study (Study), which identified several advantages and disadvantages of implementing a districted exclusive franchise system; and

WHEREAS, ESD has evaluated the Study and the findings and recommendations therein, and recommends against transitioning to a districted exclusive franchise system for various reasons including, but not limited to, decreased competition, impacts on customer prices, and adverse effects on smaller waste hauling businesses; and

WHEREAS, in lieu of transitioning to a districted exclusive franchise system, ESD recommends incorporating several of the advantages of a districted exclusive franchise system identified by the Study into the City's existing solid waste hauling franchise agreements, including waste diversion requirement modifications, requirements for alternative fuel vehicles, performance measures and customer services metrics, and franchise agreement extension terms, and also recommends franchise fee increases; and

WHEREAS, ESD presented the findings of the Study and City staff's recommendations to the Environment Committee on September 13, 2018, where the unanimous vote was to receive the Study, approve staff's recommendations, and forward the Study to the full City Council for receipt of the Study and acceptance of ESD's recommendations; NOW, THEREFORE,

BE IT RESOLVED, by the City Council of the City of San Diego, that the Districted Exclusive Collection System Study is received and accepted by the City Council.

BE IT FURTHER RESOLVED, that the City Council accepts ESD's recommendations to negotiate modifications to the existing solid waste collection franchise agreements to incorporate certain advantages identified in the Districted Exclusive Collection System Study .

APPROVED: MARA W. ELLIOTT, City Attorney

By

Davin Widgerow
Deputy City Attorney

Or.Dept: Environmental Services CC No.: N/A	
Doc. No.: 1841231	
I certify that the foregoing Resolution was passed	by the Council of the City of San Diego, at this
meeting of OCT 0 8 2018	
	ELIZABETH S. MALAND City Clerk
	By Connie Tatterson
	Deputy City Clerk
Approved:	Theila
Approved: (date)	KEVIN L. FAULCONER, Mayor
Vetoed:	
(date)	KEVIN L. FAULCONER, Mayor

DAW:amc

September 25, 2018

Passed by the Council of The City of San Diego on		OCT 0 8 2018		, by the following vote:	
Councilmembers	Yeas	Nays	Not Present	Recused	
Barbara Bry	Ø				
Lorie Zapf	Z				
Chris Ward	Ø				
Myrtle Cole	2				
Mark Kersey	Ź				
Chris Cate	otag				
Scott Sherman	Z				
David Alvarez	Ø				
Georgette Gomez	Ø				
Date of final passage	OCT 1 0 2018				
	returned to the Office of	KEVIN L. FAULCONER			
AUTHENTICATED BY:		M	layor of The City of	San Diego, California.	
(7.1)		<u> </u>		S. MALAND	
(Seal)		City	Clerk of The City of	of San Diego, California.	
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		Office of the	ne City Clerk, San	Diego, California	
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Resolution Number R-