

City Council Staff Report

Subject: Recology Auburn Placer Franchise Agreement Extension

Date: January 23, 2024

Submitted By: Justin Nartker, Director of Public Services

Department: Public Services

Recommendation:

Adopt a Resolution of the City Council of the City of Rocklin Approving the Optional Renewal for an Additional Five (5) Years per Section 1.5 (C) of the Franchise Agreement.

Background:

Recology Auburn Placer (Recology) has been Rocklin's solid waste hauler since 1979. They operate under a franchise agreement, originally granted by the City in 1979, extended in 1999 and in 2009 (Resolution No. 2009-42). Resolution No. 2009-42 (Attachment 2) extended the agreement for an initial ten (10) years followed by an automatic five (5) year extension extending the agreement until March 31, 2024. In addition, Section 1.5(C) of the agreement allows for an optional extension of no less than five and up to ten years from March 31, 2024. Recology continues to be a good partner with the City and, based on previous comparisons, the City of Rocklin rates continue to be competitive to those in adjacent jurisdictions.

As a result of state regulatory and legislative changes, such as CalRecycle's SB 1383 and the California Air Resources Board Advanced Clean Fleets regulation, the City is working with a consultant and Recology to coordinate and negotiate updated franchise agreement terms. Recology's existing agreement expires on March 31, 2024. To facilitate continued regulatory negotiations, staff recommends that section 1.5(C) of the existing franchise agreement be exercised to extend the current terms an additional five years, to expire on March 31, 2029.

Fiscal Impact:

There is no direct fiscal impact from approving the staff recommendation.

ATTACHMENTS:

- 1. Resolution Recology Franchise Agreement Extension
- 2. Resolution No. 2009-42