



Folsom City Council Staff Report

MEETING DATE:	4/12/2022
AGENDA SECTION:	Consent Calendar
SUBJECT:	Resolution 10834 – A Resolution Authorizing the City Manager to Execute an Agreement with Sacramento County for Household Hazardous Waste Collection Program Services Provided to Folsom Residents at Sacramento County Owned Facilities
FROM:	Public Works Department

RECOMMENDATION / CITY COUNCIL ACTION

The Public Works Department recommends that the City Council adopt Resolution 10834 – A Resolution Authorizing the City Manager to Execute an Agreement with Sacramento County for Household Hazardous Waste Collection Program Services Provided to Folsom Residents at Sacramento County Owned Facilities.

BACKGROUND / ISSUE

In 2007, City Council adopted Resolution No. 8065 which authorized the City Manager to execute a 15-year agreement with Sacramento County to handle and dispose of the City's municipal solid waste (MSW) at the Kiefer Landfill. This contract did not address the use of Sacramento County's Household Hazardous Waste (HHW) facilities by Folsom Residents, but the County did accept material from Folsom residents.

In 2010, City Council adopted Resolution No. 8669 which authorized the City Manager to amend the agreement with Sacramento County. Amendment number one provided reimbursement to the County for the cost of handling and disposal of HHW dropped off by Folsom residents at County facilities. The handling and disposal costs were integrated into the City's solid waste disposal fee. The contract also included a separate flat fee per load to validate Folsom residency (Verification Fee), which is invoiced annually to the City.

In 2015, City Council adopted Resolution No. 9594 which authorized the City Manager to amend the agreement for a second time. In the second amendment, the current charges for handling and disposal of City-generated HHW materials disposed at County facilities were updated to a new cost structure that incorporated time and motion studies for processing these materials. The amendment also contained a modified cost adjustment method based on year-over-year changes to the County's actual costs. Amendment number two only applied to the handling, disposal, and administrative costs for HHW items. The amendment preserved CPI-based annual adjustments to the verification fee and the disposal of municipal solid waste. The amendment specified that the annual adjustments for the combined costs for all services could not exceed three percent of the cost of the prior year's solid waste disposal fee.

In 2021, City Council adopted Resolution No. 10642 which updated the pricing table to reflect current costs and added additional materials. The methodology of recovering costs was not changed; handling and disposal was recovered through the fees collected for the disposal of MSW and the verification fee was recovered annually by a separate invoice.

The current agreement with Sacramento County expires on June 30, 2022. The County is proposing that the agreement for HHW collection services and MSW disposal be separated, and each service executed with its own agreement. This is consistent with other County contracts for their facilities.

POLICY / RULE

Section 2.36.080, Award of Contracts of the Folsom Municipal Code states in part that contracts for supplies, equipment, services, and construction with an estimated value of \$66,141 or greater shall be awarded by City Council.

Chapter 5.04, Purchasing and Contracting, of the Folsom City Charter includes in part, a provision for procurement and services and joint contracts with or through other government jurisdictions.

ANALYSIS

The proposed contract would not change the methodology for calculating the County's cost of providing HHW collection services to Folsom Residents, but it would change the way the costs are recovered. Under the current contract, the cost of HHW handling and disposal is calculated for the previous year, divided by Folsom's annual MSW tonnage and the adjustment is made to the disposal rate for each ton of MSW.

The current method of reimbursing the County for HHW services is not transparent. The costs are accounted for with MSW and they are not identified in our budget as an HHW expense. The new methodology will allow the City to account for the cost of HHW collections at County facilities more accurately.

Folsom's primary HHW service is provided by the Waste and Recycling Division's permanent household hazardous waste facility and door-to-door collection service. Per unit, the cost of processing Folsom's waste through City resources is much lower than paying the County; however, continuing to provide access to County facilities fills a gap in Folsom's program. Folsom HHW staff spend most of their time in the field collecting from residents. During this time, the City facility is closed to the public. Due to the demands of the door-to-door program, the City facility is only available by appointment and during narrow time windows for drop-off activities. Sacramento County facilities, including both Kiefer Landfill and North Area Recovery Station, operate as drop-off centers with no appointments necessary. In addition, both facilities include weekend hours which provides Folsom residents an extra level of convenience.

FINANCIAL IMPACT

Sacramento County will continue to calculate the cost to Folsom based on their actual costs to provide the service. The fee schedule will be updated annually and become effective on July 1 of each year. Under the current fee schedule, the anticipated cost for the first year is approximately \$20,000 and modest annual increases are expected. Annual increases are also incorporated into Folsom's rate structure. The calculation does not include a CPI or a specific limit to the annual increase, but it must be based on actual cost.

Funds are available in the Solid Waste Operating Fund (Fund 540) for the Fiscal Year 2022-23 and are included in the Fiscal Year 2022-23 proposed budget. Subsequent fiscal years will be included during the annual budget process.

ENVIRONMENTAL REVIEW

This action is exempt from environmental review under the California Environmental Quality Act (CEQA) in accordance with Section 21080.

ATTACHMENT

1. Resolution 10834 – A Resolution Authorizing the City Manager to Execute an Agreement with Sacramento County for Household Hazardous Waste Collection Program Services Provided to Folsom Residents at Sacramento County Owned Facilities

Submitted,



Mark Rackovan, Public Works Director

RESOLUTION NO. 10834

A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE AN AGREEMENT WITH SACRAMENTO COUNTY FOR HOUSEHOLD HAZARDOUS WASTE COLLECTION PROGRAM SERVICES PROVIDED TO FOLSOM RESIDENTS AT SACRAMENTO COUNTY OWNED FACILITIES

WHEREAS, the City of Folsom Waste and Recycling Division provides household hazardous waste collection services to Folsom residents; and

WHEREAS, preventing household hazardous waste from entering the landfill and other disposal facilities protects the health and welfare of the community and the environment; and

WHEREAS, a component of Folsom’s household hazardous waste program is to provide access to Sacramento County household hazardous waste drop-off facilities at no cost to the resident; and

WHEREAS, access to County facilities is currently provided through an agreement for disposal of municipal solid waste; and

WHEREAS, the current agreement expires on June 30, 2022; and

WHEREAS, staff has negotiated a new agreement solely for the purpose of maintaining access to County household hazardous waste facilities for Folsom residents; and

WHEREAS, sufficient funds are available in the Solid Waste Operating Fund (Fund 540); and

WHEREAS, the agreement will be in a form acceptable to the City Attorney:

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Folsom Authorizes the City Manager to Execute an Agreement with Sacramento County for Household Hazardous Waste Collection Program Services Provided to Folsom Residents at Sacramento County Owned Facilities.

PASSED AND ADOPTED this 12th day of April, 2022, by the following roll-call vote:

AYES: Councilmember(s):
NOES: Councilmember(s):
ABSENT: Councilmember(s):
ABSTAIN: Councilmember(s):

Kerri M. Howell, MAYOR

ATTEST:

Christa Freemantle, CITY CLERK

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