REPORT OF GENERAL MANAGER

DATE August 9, 2005

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: PAYMENT FOR WASTE DISPOSAL SERVICES FOR THE CARSON TRANSFER SITE OPERATED BY WASTE MANAGEMENT COMPANY, FORMERLY USA WASTE OF CA

J. Combs
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J. Kolb
F. Mok
K. Regan
M. Shull

Robert W. Jensen (Gen)
General Manager

Approved Disapproved Withdrawn

RECOMMENDATION:

That the Board:

1. Approve final payment of expenditures in the amount of $29,058.78 to WASTE MANAGEMENT COMPANY, previously USA WASTE of CA, for disposal services performed after the expiration of Contract No. 57056 on November 30, 2003; and

2. Authorize the Chief Accounting Employee to encumber $29,058.78 from Department 88, Fund 302, Account 3040, Activity 2725.

SUMMARY:

The General Services Department (GSD) awarded a City-wide waste disposal contract to USA WASTE of CA (Contract no. 57056) for the use of the Carson transfer site, from September 1, 1998 through November 30, 2003. The Pacific Region staff utilized this transfer site for disposal since 1998 but continued past the expiration date because they were not aware from GSD that the contract had not been renewed. The disposal efforts continued in December 2003 and January 2004, with minor use in February 2004 through April 2004. These activities resulted in accrued disposal charges after the contract expired. The total amount due to USA WASTE of CA for the services provided was $29,058.78.

Since that time, USA WASTE of CA changed its name to the parent company, WASTE MANAGEMENT COMPANY. The delinquent invoices were being billed under this new name and were being sent to purchasing support staff for payment.
The Department has terminated the use of this site and is using a new contract with another vendor for these disposal services as permitted by Department of Public Works, Bureau of Sanitation, and no longer requires the services of WASTE MANAGEMENT COMPANY. Full and final payment of the outstanding balance amounting to $29,058.78 is required to release the Department from further obligations with WASTE MANAGEMENT COMPANY.

Staff supports the recommendation and sufficient funds are available in the Harbor Regional Account 3040, Activity 2725, to pay for the waste disposal services that occurred after the expiration of the contract.

FISCAL IMPACT STATEMENT:

All compensation to the contractor is provided in the above referenced funding account. Payment of these unpaid invoices will release the Department from further obligations with WASTE MANAGEMENT COMPANY.

Prepared by Gino Ogtong, Management Analyst II, Planning and Development.