



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: Public Works
Department No.: 054
For Agenda Of: 11/17/2020
Placement: Administrative
Estimated Time:
Continued Item: No
If Yes, date from:
Vote Required: 4/5

TO: Board of Supervisors

FROM: Department Scott D. McGolpin, P.E., Director, (805) 568-3010
Director(s)
Contact Info: Leslie Wells, Deputy Director, (805) 882-3605

SUBJECT: Amendment to Board Contract with Gold Coast Recycling, Inc. to Process
Commingled Recyclables - First, Second, and Third Supervisorial Districts

County Counsel Concurrence

As to form: Yes

Auditor-Controller Concurrence

As to form: Yes

Other Concurrence: Risk Management

As to form: Yes

Recommended Actions:

That the Board of Supervisors:

- a) Approve and authorize the Chair to execute the First Amendment to the Agreement with Gold Coast Recycling (a subsidiary of EJ Harrison & Sons) to process commingled recyclables collected and delivered by the County to Gold Coast's recycling facility in Ventura for the current fiscal year, to extend the term by 6 months to June 30, 2021, and increase the contract amount by \$650,000 for a total amount not to exceed \$1,300,000;
- b) Approve Budget Revision Request No. 0007271 increasing appropriations in the amount of \$650,000 in the Public Works Resource Recovery & Waste Management Enterprise Fund, funded by the release of Retained Earnings (Attachment B); and
- c) Find that the proposed Amendment to the agreement does not constitute a "Project" within the meaning of the California Environmental Quality Act, pursuant to 14 CCR 15378(b)(5) (administrative activity of government).

Summary Text:

This item is on the agenda in order to approve an amendment to a contract with Gold Coast Recycling, Inc. to process commingled recyclables from South Coast communities during the current Fiscal Year 20/21. The original contract was for the first six months of this fiscal year with a total contract amount not to exceed \$650,000. The amendment would extend the time period of this contract to June 30, 2021 to cover the remainder of the fiscal year, and double the original contract amount for a total amount not to exceed \$1,300,000. The primary reason for this amendment is due to COVID-19 related delays in construction of the County's ReSource Center that was scheduled to process all recyclables currently processed by Gold Coast Recycling by December 2020. The ReSource Center is now scheduled to be fully operational by early 2021.

Funding has been allocated for services through June 30, 2021, in case of unanticipated delays with the start-up and operation of the facility.

Background:

Gold Coast has been processing commingled recyclables for Santa Barbara County since 1998. The commingled recyclables are collected from residents and some businesses in the South Coast unincorporated area of the County, as well in the cities of Santa Barbara and Goleta. The recyclables are processed into specific commodity types and sold to a variety of markets for recycling.

Two years ago, County staff developed an RFP to ensure that the ratepayers were receiving a competitive rate. County staff visited other regional recyclables processors and ultimately released the RFP to three local processors. Of those three, two responded, and Gold Coast was determined to represent the best value and most environmentally sustainable option. Last year, close to 22,000 tons of commingled recyclables were collected in the South Coast region and delivered by the County to Gold Coast for processing and marketing. Over 80% of this material was recycled and diverted from the County-owned Tajiguas Landfill.

The attached amendment will extend the current contract to June 30, 2021. By early 2021, the County's ReSource Center (formerly the Tajiguas Resource Recovery Project) is scheduled to be fully operational and the onsite Materials Recovery Facility (MRF) will process all commingled recyclables for the South Coast communities currently served by the County's contract with Gold Coast Recycling. The attached amendment doubles the not to exceed amount of \$650,000 to \$1,300,000. The County does not anticipate sending significant quantities to Gold Coast after February 2021, as the processing and sale of commingled recyclables will transition to the operator of the ReSource Center MRF when the facility begins commissioning during the winter of 2020/2021. The additional months beyond February are in place in the event of further delays in commissioning or other unforeseen circumstances.

The processing of recyclables for the unincorporated communities outside of the South Coast of Santa Barbara County, such as those in the Santa Ynez Valley, the Lompoc Valley, and the Santa Maria Valley, will continue to be performed by Waste Management through the current fiscal year.

Fiscal and Facilities Impacts:

Staff is recommending the release of \$650,000 in Retained Earnings from the Resource Recovery & Waste Management Division Enterprise Fund. There is no impact to the General Fund.

As detailed below, this Amendment will retain the rate schedule of the original contract, which is dependent on the number of tons delivered per month.

RATE	Minimum Delivered Tons Per Month
\$72.29	1,500
\$80.29	1,000
\$85.29	750
\$90.29	500
\$95.29	<500
\$100.29	SPOT RATE

Key Contract Risks:

This Board contract includes all standard terms and complies with all conditions set forth in the original Service Contract, with the exception of Section 19 Termination, which has been altered so that this Contract may not be terminated by the County without cause. Further, on a monthly basis, reports are submitted by the contractor and reviewed by Public Works staff to ensure that the conditions of the contract are met (as noted in Attachment A – Exhibit A).

Special Instructions:

Please provide a copy of the agreement as well as a minute order to the Public Works Department, Resource Recovery & Waste Management Division, Attn: Carlyle A. Johnston.

Attachments:

Attachment A: Amendment to Agreement for Services of Independent Contractor

Attachment B: Budget Revision Request No. 0007271

Authored by:

Carlyle A. Johnston, Project Leader, Resource Recovery & Waste Management Division, Department of Public Works, ext. 23617