



City of Long Beach
Working Together to Serve

Memorandum

Date: October 1, 2015

To: Patrick West, City Manager *T.M.W.*

From: Ara Maloyan, PE, Director of Public Works *SC for*

For: Mayor and Members of the City Council

Subject: Expiration of Non-Exclusive Franchise Agreement-Arakelian Enterprises, Inc. DBA Athens Services

BACKGROUND

On October 1, 2009, City Council authorized the City Manager to execute non-exclusive franchise agreements (Agreements) with refuse collection companies (Haulers) that had existing Refuse Transportation Permits for the collection of waste at commercial and multi-family properties. These Agreements established performance objectives for the Haulers including a requirement to convert their respective fleet operating in the City of Long Beach into an alternative fuel fleet.

The basic term of these Agreements is seven years, expiring September 30, 2016. However, Haulers could extend the term of their agreement if they met the alternative fuel requirement by specific deadlines as described below:

- Haulers meeting 100 percent of the alternative fuel fleet requirements by October 1, 2012 received a three-year contract extension to September 30, 2019;
- Haulers meeting 100 percent of the alternative fuel fleet requirements by October 1, 2013 received a two-year contract extension to September 30, 2018.

Any Hauler that has not met either incentive deadline stated above will be required to cease operations in the City no later than September 30, 2016.

CURRENT STATUS OF HAULERS

Arakelian Enterprises, Inc. DBA Athens Services (Athens), failed to meet the deadlines to convert their vehicles to an alternative fuel fleet; therefore, their Agreement will expire on September 30, 2016.

- An alternative fuel vehicle inspection was performed on 10/11/2012 by the City's Fleet Services Bureau, which documents Athens' use of diesel fuel vehicles in their fleet for Long Beach customers.
- Applications for Private Hauler Permits (2013 and 2014) also document Athens' use of diesel fuel vehicles in their fleet for Long Beach customers.

All of the other Haulers extended the term of their agreement by meeting one of the alternative fuel deadlines as described above. Attached is a table indicating the status of each Hauler operating in the City.

Arakelian Enterprises, Inc. DBA Athens Services	Did not meet alternative fuel incentive requirements. No contract extension granted.
Calmet Services, Inc	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
City Rent-A Bin DBA Serv-Well Disposal	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
Consolidated Disposal Service, L.L.C. (Republic)	By October 1, 2013, met incentive requirement with 100% alternative fuel vehicles. Contract extended for two years expiring September 30, 2018.
C R & R Incorporated	By October 1, 2013, met incentive requirement with 100% alternative fuel vehicles. Contract extended for two years expiring September 30, 2018.
Edco Disposal DBA BZ Disposal	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
Edco Disposal DBA Lieb Disposal	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
Edco Disposal DBA Litterbox	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
Edco Disposal DBA Long Beach Rubbish	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
Edco Disposal DBA Pete's Rubbish	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
Signal Hill Disposal (Edco Disposal)	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.

Haul-Away Rubbish Service Co.	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
Serv-West Disposal Company DBA Olympic Disposal Company (Assigned to United Pacific Waste, Inc.)	By October 1, 2013, met incentive requirement with 100% alternative fuel vehicles. Contract extended for two years expiring September 30, 2018. Consent to Assignment and Assumption of Franchise Agreement No 32130 completed on 8/7/2014.
Universal Waste Systems, Inc.	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.
USA Waste of California, Inc. (Waste Management, Inc.)	By October 1, 2012, met incentive requirement with 100% alternative fuel vehicles. Contract extended for three years expiring September 30, 2019.

If you have further questions regarding this matter, please contact Diko Melkonian, General Superintendent, at (562) 570-2850.

AM:JK:DM

Cc: Charles Parkin, City Attorney
Laura Doud, City Auditor
Tom Modica, Assistant City Manager
Arturo Sanchez, Deputy City Manager
James R Kuhl, Manager, Environmental Services Bureau
Amy Webber, Deputy City Attorney, Office of the City Attorney
Diko Melkonian, General Superintendent, Environmental Services Bureau