AMENDMENT 2 TO CONTRACT NO. 003229

EXCLUSIVE FRANCHISE AGREEMENT FOR THE AREAS OF BASSETT/VALINDA/SOUTH SAN JOSE HILLS

THIS AMENDMENT, made and entered into this <u>29th</u> day of December, 2020, by and between the County of Los Angeles political subdivision of the State of California (hereinafter referred to as COUNTY) and VALLEY VISTA SERVICES, INC., a California corporation (hereinafter referred to as FRANCHISEE).

<u>WITNESSETH</u>

WHEREAS, on July 1, 2014, the COUNTY awarded CONTRACT No. 003229 (hereinafter, CONTRACT) to FRANCHISEE. FRANCHISEE to provide services consisting of weekly, fully automated, separate collection in carts, processing, disposal of refuse, comingle recyclable materials, and green waste generated by single-family residences and duplexes (hereinafter, Residential Franchise Services) in the unincorporated areas of Bassett/Valinda/South San Jose Hills, commencing on October 1, 2014, for a period of seven years with three 1-year renewal options; and

WHEREAS, on July 1, 2014, the Board delegated authority to the Director of Public Works or his designee, to, among other things, execute the CONTRACT with FRANCHISEE, renew the CONTRACT for each additional renewal option, and approve and execute amendments to incorporate necessary changes within the Residential Franchise Services and specifications; and

WHEREAS, on May 19, 2020, the Board delegated authority to the Director of Public Works or his designee to execute amendments to the CONTRACT to address various market and legislative changes affecting the solid waste collection industry, including but not limited to: (1) increasing the Monthly Rate per Customer for Task 1 services up to 30 percent; (2) authorizing the County to direct the FRANCHISEE to take solid waste to one of the facilities specified by the County for the purposes of increasing diversion; and

WHEREAS, the term Commencement Date means the date collection services were first provided, October 1, 2014. Additionally, the following terms are used interchangeably: FRANCHISEE with CONTRACTOR, AGREEMENT with CONTRACT, Customer Service Charge with Customer Service Fee, and County Service Charge with County Service Fees; and

WHEREAS, the COUNTY desires to enhance refuse collection in the unincorporated area of Bassett/Valinda/South San Jose Hills; and

NOW, THEREFORE, in consideration of these facts, the COUNTY and the FRANCHISEE agree that the CONTRACT shall be amended as follows:

<u>FIRST:</u> The COUNTY and CONTRACTOR agree that effective January 1, 2021, the Monthly Rate per Customer for Task 1 services will be \$25.69.

<u>SECOND</u>: Exhibit 3A, Items C.2, D.2, E.2, are amended to delete the following paragraph:

The Director/ reserves the right to direct Refuse, Recyclable Materials, Green Waste to a specific site or facility upon agreement with the FRANCHISEE on the amount of any additional compensation. The County will compensate the FRANCHISEE for any direct costs (such as increased tipping fees) which the FRANCHISEE incurs following delivery of materials to a County-designated solid waste facility instead of to a FRANCHISEE-selected solid waste facility.

THIRD: Exhibit 3A, Item L, the following service has been added:

L. Flow Control

Director reserves the right to direct Solid Waste to a specific site or facility. COUNTY will compensate CONTRACTOR for any direct costs, if any, such as increased tipping fees and transportation costs, which CONTRACTOR incurs as a result of the delivery of materials to a COUNTY-designated Solid Waste Facility instead of to the Solid Waste Facility previously identified by CONTRACTOR. CONTRACTOR must submit verifiable evidence demonstrating increased costs.

If CONTRACTOR had been using a CONTRACTOR owned facility before being redirected to a different facility, Director will not compensate CONTRACTOR for any lost profits incurred by the CONTRACTOR as a result of being redirected to a different facility. In addition, Director will not compensate CONTRACTOR for any losses incurred to the extent that it had any general obligations to provide a minimum tonnage to a facility (often referred to as, put or pay), but will compensate CONTRACTOR for additional out-of-pocket costs directly resulting from an obligation agreed to, specific to this contract. For example, if CONTRACTOR signed an agreement to bring 100,000 tons per month of Refuse to Landfill X, Director will not compensate the CONTRACTOR for redirecting waste under this contract to a different facility. But if CONTRACTOR had agreed to bring 1,000 tons of Refuse from this Service Area to Landfill X, Director will compensate CONTRACTOR for additional out-of-pocket costs that CONTRACTOR incurs as a direct result of being redirected to a different facility.

FOURTH: This AMENDMENT will take effect upon execution by both parties.

<u>FIFTH</u>: Except as modified by this AMENDMENT, all other terms, conditions, requirements, and specifications of this CONTRACT shall remain in full force and effect.

IN WITNESS WHEREOF, the COUNTY has, by order of its Board of Supervisors, caused these presents to be subscribed by the Director of Public Works, and the CONTRACTOR has subscribed its name by and through its duly authorized officers, as of the day, month, and year first written above.

COUNTY OF LOS ANGELES

Director of Public Work

APPROVED AS TO FORM:

RODRIGO A. CASTRO-SILVA Acting County Counsel

By Talin Halabi
Deputy

VALLEY VISTA SERVICES, INC.

By

Its President

DAVID PER

Type or Print Name

By

Its Secretary

Type or Print Name

P:\aepub\Service Contracts\CONTRACT\David\FRANCHISE - RESIDENTIAL\2020\Amendments\Bassett Rate Adj Amendment 01212021 (RW).docx

ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

validity of that document.	
State of California County of Los Augeles)
On 12-18-2020 before me,	Gailin Zhang Notary Public (insert name and title of the officer)
personally appeared Pavid Mat	(insert name and title of the officer)
personally appeared Value 104 T	new fere in
	evidence to be the person(s) whose name(s) is/afe
	vledged to me that he/she/they executed the same in
	by his/her/their signature(s) on the instrument the
person(s), or the entity upon behalf of which the	e person(s) acted, executed the instrument.
I certify under PENALTY OF PERJURY under paragraph is true and correct.	the laws of the State of California that the foregoing
	KAILIN ZHANG
WITHERS IN I I I I I I I	COMM 2277300
WiTNESS my hand and official seal.	NOTARY PUBLIC-CALIFORNIA
	LOS ANGELES COUNTY W
	1 contain 14, 2023
Signature	(Seal)