

City Manager's Office

MEMORANDUM

DATE: May 31, 2024

TO: Mayor and City Council

THROUGH: Doug Thornley, City Manager Approved Electronically

FROM: Suzanne Groneman, Sustainability Manager

Jackie Bryant, Assistant City Manager

SUBJECT: Waste Management Franchise Agreements Expiration – Advance Notice

Under the current franchise agreements with Waste Management, the City of Reno must notify Waste Management five (5) years prior to the expiration date of November 7, 2029, if it intends to terminate. If the City of Reno does not notify Waste Management of this intent, the agreements shall be extended for an additional five (5) years from November 7, 2029 until November 7, 2034. Per the agreements, there is no opportunity for a periodic review prior to November 7, 2024.

The following provision is in the commercial, residential, and disposal franchise agreements:

3.1 AGREEMENT TERM; EXTENSIONS; PERIODIC REVIEW

A. Term

This Agreement shall be effective during the Term, which shall commence on the Effective Date and shall expire on the date November 7, 2029 ("Expiration Date"), unless extended as provided in Section 3.1 (B) below.

B Extension Terms; Termination

The initial Term of this Agreement and each Extension Term of this Agreement shall be automatically extended for an additional five (5) year Extension Term unless City or Contractor provides written notice of termination not less than five (5) years prior to the expiration of the initial Term and each Extension Term. Contractor shall be entitled to terminate this Agreement effective anytime during the last 3 years of the initial Term upon not less than twenty four (24) months prior written notice to City.

Staff will bring this item before the Reno City Council for discussion and direction in August 2024.