

## REPORT TO THE CITY COUNCIL

---



**DATE:** December 3, 2013

**TITLE:** Desert Valley Disposal Franchise Agreement Request

**PREPARED BY:** Bob Adams, Interim City Manager

---

### **RECOMMENDATION**

**Appoint a City Council subcommittee to meet with DVD to discuss franchise options.**

### **DISCUSSION**

Representatives of Desert Valley Disposal (DVD) requested to meet with Council Members Matas and Betts, and me on November 19, 2013. The gist of the meeting was a request to discuss options for re-negotiating their franchise agreement with the City of Desert Hot Springs.

The request for the 11/19 meeting was in part due to the recent press coverage of the City's fiscal issues and the need for DVD to invest in new equipment. To this end they have indicated a willingness to "pay to play" by offering a financial incentive to Desert Hot Springs for this consideration and to allow them to recoup their potential equipment investment, which they say has a 10-year life.

The purpose of forming a subcommittee would be to flesh out these alternatives and potential financial incentives for the City and report back to the City Council.

### **FISCAL IMPACT**

None.