


Agenda Report Reviewed by:
City Manager: 

CITY OF SEBASTOPOL
CITY COUNCIL
AGENDA ITEM

Meeting Date: June 6, 2023
To: Honorable Mayor and Honorable City Councilmembers
From: Larry McLaughlin, City Manager
Toni Bertolero, Consultant, GHD
Subject: Sebastopol Solid Waste Collection Services Annual Rate Adjustment and possible Franchise Agreement Revisions by Recology Sonoma Marin
Recommendation: Review and Approval of the Sebastopol Solid Waste Collection Services Annual Rate Adjustments by Recology Sonoma Marin and Establish Subcommittee for New Franchise Agreement
Funding: Currently Budgeted: Yes No N/A
Net General Fund Cost: \$ none

Account Code/Costs authorized in City Approved Budget (if applicable) AK verified by Administrative Services Department

INTRODUCTION/PURPOSE:

This item is to request the Council approve the Sebastopol Solid Waste Collection Services Annual Rate Adjustment by the City’s Franchise Solid Waste Collector/Hauler, Recology Sonoma Marin (“Recology”) and the establishment of a subcommittee to negotiate a new franchise agreement. Annual rate adjustments are permitted upon City review and approval as per the provisions of the Franchise Agreement between the City and Recology.

A representative from Recology will be making a short presentation to Council regarding the proposed rates.

BACKGROUND:

On December 16, 2008, Council adopted Resolution 5723 and entered into a Franchise Agreement (Agreement) with a local solid waste collection and hauling firm, Redwood Empire Disposal, also known as “The Ratto Group”. The Agreement covered solid waste, recyclable and compostable materials collection and street sweeping services. Subsequently, on September 19, 2017, the Council approved the assignment of the Agreement from Redwood Empire Disposal to Recology. The original Franchise Agreement was effective January 1, 2009 and is set to end by December 31, 2023.

On June 21, 2022, Council approved an Annual Rate Adjustment schedule effective July 1, 2023 for services provided by Recology.

On April 18, 2023, Council directed staff to work with Recology on a new extension of the Franchise Agreement.

The City received a letter from Recology dated May 3, 2023 (Attachment 2) requesting an annual rate adjustment effective July 1, 2023.

DISCUSSION:

Franchise Agreement Section 7.3 is titled “Adjustments to Maximum Collection Service Rates” which describes the fee elements and rate adjustment methodologies. In simple form, a “Refuse Rate Index”, or RRI, is calculated and applied to several service components, such as Single-Family Dwelling, Multi Family Dwelling, or Commercial Collection service rates (typically per bin or level of service per month) based on several factors affecting costs such as fuel rates or landfill tip fees, for example.

The Franchise holder is required to apply to the City for potential rate adjustments based on complex formulas described in the Agreement, which must be timed to allow changes to be effective July 1 of a given year. Recology submitted their new proposed rate sheets and supporting calculations on their letter dated May 5, 2023 (proposed annual rate adjustments included in letter, attached).

Single family rate change for single cans weekly pick-up would range between 10.3-10.7% per month, with the actual monthly rate changes effectively in the range of \$1.57 cents per month to \$8.64 per month; the most commonly used 32 gallon size would rise \$2.78 cents per month. Commercial single can and bin weekly pick-up rates are requested to rise in the range of 8.2-11.1% per month. The actual monetary amount of the commercial single can and single bin increases between \$4.69 per month and \$61.23 per month; while the often used 4 cubic yard bin weekly pick-up would be increased by \$55.03 per month.

A summary listing of the proposed rates as compared with current rates is shown in the table below.

<i>Single Family Residential</i>	Current Rates	New Rates 7/1/2023	<i>Multi-Family & Commercial</i>	Current Rates	New Rates 7/1/2023
20 gallon	\$15.26	\$16.83	1.5 CY-1x/week	\$319.68	\$352.52
32 gallon	\$26.65	\$29.43	2 CY-1x/week	\$380.60	\$418.06
64 gallon	\$48.58	\$53.79	3 CY-1x/week	\$530.79	\$582.21
96 gallon	\$81.10	\$89.74	4 CY-1x/week	\$602.21	\$657.24
Rates not currently listed will increase by 9%			6 CY-1x/week	\$745.19	\$806.42

In addition to the proposed rate increases listed in the table above, the Franchise Agreement is scheduled to expire on December 31, 2023. Staff recommends that Council establish a subcommittee to begin negotiations for a new Franchise Agreement with Recology.

GOALS:

This action supports the following City Council Goals and General Plan Actions:

- COS 9-13: Continue the citywide recycling program, actively encourage recycling citywide, including the recycling/composting of food waste, and advocate for a regional composting facility.
- COS 9-14: Continue efforts to reduce solid waste generation throughout the life of the General Plan.

ENVIRONMENTAL ANALYSIS:

The Recology Franchise Agreement is Categorically Exempt under CEQA, Section 15308. The City’s action assures the protection of the environment since the Agreement contains several regulatory mandates for complying with state law for the disposal of multiple waste streams in a manner that ensures the protection of the environment.

PUBLIC COMMENT:

As of the writing of this staff report, the City has not received any public comment. However, staff anticipates receiving public comment from interested parties following the publication and distribution of this staff report.

Such comments will be provided to the City Council as supplemental materials before or at the meeting. In addition, public comments may be offered during the public hearing.

PUBLIC NOTICE:

This item was noticed in accordance with the Ralph M. Brown Act and was available for public viewing and review at least 72 hours prior to schedule meeting date. In addition, a Legal Notice was published on May 23, 2023 as required regarding the public hearing date, time and a brief description of the proposed rates.

FISCAL IMPACT:

None to City finances. The rate adjustments apply to residential and commercial customers.

RECOMMENDATION:

It is recommended that Council adopt a Resolution to 1) approve the Sebastopol Solid Waste Collection Services Annual Rate Adjustments by the City's Franchise Solid Waste Collector/Hauler, Recology Sonoma Marin effective July 1, 2023; 2) establish a subcommittee and assign two Councilmembers to the subcommittee to begin negotiation with Recology for a new Franchise Agreement; and 3) negotiate a contract extension beyond December 31, 2023 if necessary.

ATTACHMENTS:

- 1 - Resolution
- 2 - Letter from Recology Sonoma Marin dated May 3, 2023

RESOLUTION NO. _____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SEBASTOPOL APPROVING THE RECOLOGY SONOMA MARIN REFUSE RATE INDEX (RRI) EFFECTIVE JULY 1, 2024 AND ESTABLISHING A SUBCOMMITTEE TO NEGOTIATE A NEW FRANCHISE AGREEMENT

WHEREAS, on December 16, 2008, City Council adopted Resolution 5723 and entered into a Franchise Agreement (Agreement), effective January 1, 2009, with a local solid waste collection and hauling firm, Redwood Empire Disposal, also known as "The Ratto Group; and

WHEREAS, the Agreement covered solid waste, recyclable and compostable materials collection and street sweeping services; and

WHEREAS, subsequently, on September 19, 2017, City Council approved the assignment of the Agreement from Redwood Empire Disposal to Recology Sonoma Marin (RSM); and

WHEREAS, the original Agreement is set to end by December 31, 2023; and

WHEREAS, on April 18, 2023, Council directed staff direct to work with Recology on a new extension of the Franchise Agreement; and

WHEREAS, the City received a letter from RSM dated May 3, 2023 (copy attached to this Resolution) requesting a contractual annual Refuse Rate Index (RRI) adjustment effective July 1, 2023; and

WHEREAS, a public hearing for said RRI adjustment was conducted on June 6, 2023 to receive public comments; and

WHEREAS, during said public hearing meeting on June 6, 2023, City Council discussed the establishment of a subcommittee to negotiate, in good faith, a new Franchise Agreement with RSM

NOW, THEREFORE IT IS HEREBY RESOLVED, ORDERED AND FOUND by the City Council of the City of Sebastopol, as follows:

1. The contractual Refuse Rate Index (RRI) adjustments as stated in the May 5, 2023 letter from Recology Sonoma Marin, is hereby approved and effective July 1, 2023.
2. The subcommittee to negotiate, in good faith, a new Franchise Agreement with Recology Sonoma Marin (RSM) is hereby established.
3. The subcommittee members shall consist of the City Manager or his/her designee, and two Councilmembers, selected by the City Council.
4. The City Manager is directed to do all that is necessary to begin negotiation meetings as soon as possible, given the existing Franchise Agreement is set to expire on December 31, 2023.

The above and foregoing Resolution was duly passed, approved, and adopted at a meeting by the City Council on the 6th day of June 2023.

I, the undersigned, hereby certify that the foregoing Resolution was duly adopted by the City of Sebastopol City Council by the following vote:

VOTE:

Ayes:

Noes:

Abstain:

Absent:

APPROVED: _____
Mayor Neysa Hinton

ATTEST: _____
Mary Gourley, Assistant City Manager/City Clerk, MMC

APPROVED AS TO FORM: _____
Larry McLaughlin, City Attorney

Attachment:

- Letter from Recology Sonoma Marin dated May 3, 2023

May 3, 2023

Larry McLaughlin
City Manager
City of Sebastopol
7120 Bodega Avenue
Sebastopol, CA 95472

Dear Larry,

We are looking forward to meeting with you, Mary and Toni on May 10 to begin discussing extension of the Sebastopol Recology Franchise Agreement. Following this letter, please find the contractual refuse rate index (RRI) adjustment for rates effective July 1, 2023 per Section 7.3 of the current franchise agreement. This RRI adjustment will set rates for the final six month of the current franchise agreement, during which time Recology looks forward to reaching an agreement for extension of the contract to enable Recology to continue to provide collection services for the City of Sebastopol.

The RRI indicates an average increase of 9.9% for July 1, 2023. The 32G Residential cart rate in Sebastopol will increase by 10.4% or \$2.78, and the 4 Yard Commercial bin will increase by 9.1% or \$55.03. The rate changes are defined by changes in rate components as follows:

1. Disposal Component increases by 4.88% based on the increase in the MSW tip fee.
2. Organics Processing Component increases by 5.12% based in the change in organics processing fee.
3. RRI/Collection Component increases by 13.15% based on the weighted average change in publicly available Bureau of Labor Statistics indices for Labor, Fuel, Vehicle Replacement, Vehicle Maintenance and Consumer Price Index.

Following this letter is the rate application documentation including component increase calculations, a complete rate table, and a chart comparing the new Sebastopol rates with surrounding areas. Attached in a separate document are the Recology Sebastopol Audited Financial Statements for FY2022 and an excel version of the rate application to assist with review.

Please contact me or Nikki Burke at 707-480-9384 or nburke@recology.com if you have any questions.

Sincerely,



Fred Stemmler
General Manager
Recology Sonoma Marin

cc: Mary Gourley
Toni Bertolero
Nikki Burke
Celia Furber

Recology Sonoma Marin Sebastopol Rate Application - Summary Page Rates Effective 7/1/2023

Summary Table for Key Rates - Effective July 1, 2023 - December 31, 2023*

Single Family Residential Cart Collection - Monthly Rate	7/1/2022	Rates Effective 7/1/2023	
	Rates	Rates	Increase
20 Gal	\$ 15.26	\$ 16.83	10.3%
32 Gal	26.65	29.43	10.4%
64 Gal	48.58	53.79	10.7%
96 Gal	81.10	89.74	10.7%

Multi-Family and Commercial Collection - Monthly Rate

1.5-CY Bin - 1x/week	\$ 319.68	\$ 352.52	10.3%
2-CY Bin - 1x/week	380.60	418.06	9.8%
3-CY Bin - 1x/week	530.79	582.21	9.7%
4-CY Bin - 1x/week	602.21	657.24	9.1%
6-CY Bin - 1x/week	745.19	806.42	8.2%

1. Disposal Component Increase - Impacts Disposal Component Only

	4/1/2022	4/1/2023	Increase	
			\$	%
Tip Fee	\$ 148.24	\$ 155.47	\$ 7.23	4.88%

2. Organics Processing Increase Component - Impacts Organics Component Only

	4/1/2022	4/1/2023	Increase	
			\$	%
Organics Fee	\$ 101.64	\$ 106.84	\$ 5.20	5.12%

3. Collection Component Increase - Impacts Collection Component Only

Cost Category	FY2022 RSM Op. Expenses **	Expense % Weight	Index % Change for Annual 2022 / Annual 2021	Contract Limit	Weighted Percentage
Labor	\$799,386	46.21%	5.24%		2.42%
Fuel	176,853	10.22%	65.96%		6.74%
Vehicle Replacement	208,451	12.05%	14.51%		1.75%
Vehicle Maintenance	103,132	5.96%	11.96%		0.71%
All Other	441,947	25.55%	8.00%	75.00%	1.53%
Total Collection Component Increase					13.15%

* The Recology Sebastopol Franchise Agreement expires on December 31, 2023. Recology anticipates negotiations with City will result in a new agreement with new rates effective January 1, 2023.

* Rates not currently listed on the table will increase by average overall rate increase of 9.6%. See Detailed Rate View for more rates.

** Based on RSM Audited Financial Statements.

Recology Sonoma Marin
Sebastopol Rate Application - Refuse Rate Index Calculation
Rates Effective 7/1/2023

Labor Index													
Series ID: cis201s00000000i Service Producing Industries													
	Q1	Q2	Q3	Q4	Annual Average								
2021	144.2	145.2	147.4	149.0	146.4500								
2022	151.1	153.5	155.2	156.7	154.1250								
Percentage change			5.24%	Weight		46.21%			Weighted percentage			2.42%	
Fuel													
Series ID: wpu057303; Commodity Code 0573-03 #2 Diesel Fuel													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Avg.
2021	232.9000	264.4000	304.1000	282.0000	318.8000	317.8000	326.9660	322.2790	334.1750	374.1070	366.7310	346.2340	315.8743
2022	365.4490	415.3540	503.0520	528.2560	587.9390	665.7200	568.6030	497.4250	548.6580	605.6410	585.3060	419.1910	524.2162
Percentage change			65.96%	Weight		10.22%			Weighted percentage			6.74%	
Vehicle Replacement													
BLS Series ID: pcu336211336211 Truck, bus, car and other vehicle bodies, for sale separately.													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Avg.
2021	264.6000	266.8000	267.2000	267.9000	269.1000	272.3000	276.4560	279.1910	280.5930	283.3440	283.5910	284.4100	274.6238
2022	293.0180	296.7110	297.9450	303.8460	315.9560	318.5350	319.5350	321.9390	323.1520	327.5090	327.6150	327.9440	314.4754
Percentage change			14.51%	Weight		12.05%			Weighted percentage			1.75%	
Vehicle Maintenance													
BLS Series ID: pcu3339243339243 Parts and attachments for Industrial work trucks													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Avg.
2021	278.8000	279.3000	280.2000	284.8000	294.7000	314.8000	318.3590	318.3590	318.8630	324.4250	324.7570	328.8940	305.5214
2022	328.7610	332.7470	338.9200	342.8240	344.5210	344.5210	344.5210	344.5580	345.7730	345.8570	345.8570	345.8570	342.0598
Percentage change			11.96%	Weight		5.96%			Weighted percentage			0.71%	
All Other													
Series ID: CUUR0000SA0 seventy five percent (75%) of Consumer Price Index, All Urban Consumers, All Items													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Avg.
2021	261.5820	263.0140	264.8770	267.0540	269.1950	271.6960	273.0030	273.5670	274.3100	276.5890	277.9480	278.8020	270.9698
2022	281.1480	283.7160	287.5040	289.1090	292.2960	296.3110	296.2760	296.1710	296.8080	298.0120	297.7110	296.7970	292.6549
Percentage change			8.00%	Weight		25.55%			Weighted percentage			1.53%	
75% of change--Contract Limit			6.00%	Weight		25.55%			Weighted percentage			1.53%	

Weighted Percentage Increase	13.15%
Section 7.3.2 Negative RRI Carryover from prior year	0.00%
Total Weighted Percentage Increase	13.15%

Sebastopol Rate Application - Rate Table

Rates Effective 7/1/2023

Sebastopol Refuse Rate Index Calculation

7/1/2022 Monthly Rate	Residential Disposal Generation Factor	Solid Waste Disposal Component Incl. Gate Rate	Organics ** Processing Fee Increase Component	Rate Collection Component	Utility Users' Tax Component	Franchise Fee Component	7/1/2023 Monthly Rate
Residential							
20 G Can 1X Week	\$ 15.26	0.018	\$ 2.72	\$ 2.07	\$ 9.81	\$ 0.55	\$ 16.83
32 G Can 1X Week	26.65	0.029	4.51	3.61	17.41	0.96	29.43
64 G Can 1X Week	48.58	0.042	6.53	6.59	33.54	1.75	53.79
96 G Can 1X Week	81.10	0.074	11.50	10.98	55.37	2.92	89.74
2 - 32 G Can 1X Week	53.31	0.058	9.02	7.22	34.83	1.92	58.88
3 - 32 G Can 1X Week	79.92	0.087	13.53	10.82	52.19	2.87	88.23
4 - 32 G Can 1X Week	106.54	0.116	18.03	14.43	69.58	3.83	117.63
5 - 32 G Can 1X Week	133.20	0.145	22.54	18.04	87.01	4.78	147.08
64 G Can 1X Week	48.58	0.042	6.53	6.59	33.54	1.75	53.79
2 - 64 G Can 1X Week	97.17	0.084	13.06	13.16	67.12	3.50	107.60
3 - 64 G Can 1X Week	145.74	0.126	19.59	19.74	100.66	5.25	161.38
2 - 96 G Can 1X Week	162.18	0.148	23.01	21.97	110.70	5.84	179.47
Commercial							
1.5 YD 1X Week	\$ 319.68	*	\$ 101.05		\$ 204.75	\$ 11.47	\$ 352.52
1.5 YD 2X Week	562.09	*	202.10		333.65	20.09	617.60
1.5 YD 3X Week	810.29	*	303.15		468.24	28.93	889.24
1.5 YD 4X Week	1,089.38	*	404.20		633.15	38.90	1,195.83
1.5 YD 5X Week	1,369.21	*	505.25		798.78	48.90	1,503.26
2 YD 1X Week	380.60	*	134.74		227.91	13.60	418.06
2 YD 2X Week	669.10	*	269.48		365.40	23.81	731.88
2 YD 3X Week	968.46	*	404.22		513.58	34.42	1,058.02
2 YD 4X Week	1,394.43	*	538.96		786.02	49.69	1,527.41
2 YD 5X Week	1,732.82	*	673.70		972.49	61.73	1,897.69
3 YD 1X Week	530.79	*	202.11		302.94	18.94	582.21
3 YD 2X Week	936.63	*	404.22		483.24	33.28	1,023.04
3 YD 3X Week	1,340.01	*	606.33		661.12	47.53	1,461.09
3 YD 4X Week	1,744.60	*	808.44		840.19	61.82	1,900.50
3 YD 5X Week	2,151.66	*	1,010.55		1,021.69	76.21	2,342.72
3 YD 6X Week	2,562.32	*	1,212.66		1,206.72	90.73	2,789.01
4 YD 1X Week	602.21	*	269.48		300.66	21.38	657.24
4 YD 2X Week	1,160.22	*	538.96		557.94	41.13	1,264.48
4 YD 3X Week	1,665.66	*	808.44		763.62	58.95	1,812.23
4 YD 4X Week	2,171.02	*	1,077.92		969.22	76.77	2,359.90
4 YD 5X Week	2,598.48	*	1,347.40		1,098.35	91.72	2,819.41
4 YD 6X Week	3,087.80	*	1,616.88		1,288.21	108.94	3,348.92
6 YD 1X Week	745.19	*	404.22		295.33	26.23	806.42
6 YD 2X Week	1,399.21	*	808.44		501.18	49.11	1,509.70
6 YD 3X Week	2,059.81	*	1,212.66		713.48	72.23	2,220.41
6 YD 4X Week	2,720.06	*	1,616.88		925.44	95.34	2,930.73
6 YD 5X Week	3,383.07	*	2,021.10		1,140.11	118.55	3,644.18

Sebastopol Rate Application - Rate Table

Rates Effective 7/1/2023

Sebastopol Refuse Rate Index Calculation

7/1/2022 Monthly Rate	Residential Disposal Generation Factor	Solid Waste Disposal Component Incl. Gate Rate	Organics ** Processing Fee Increase Component	Rate Collection Component	Utility Users' Tax Component	Franchise Fee Component	7/1/2023 Monthly Rate
		\$155.47	5.12%	13.15%	3.75%	10.00%	

Commercial (continued)

20 G Can 1X Week	26.33	0.04	5.83	19.55	0.95	2.93	29.26
32 G Can 1X Week	42.13	0.06	9.33	31.29	1.52	4.68	46.82
64 G Can 1X Week	56.89	0.13	20.21	34.04	2.03	6.25	62.53
64 G Can 2X Week	113.78	0.26	40.42	68.07	4.07	12.51	125.07
96 G Can 1X Week	83.12	0.19	29.54	49.72	2.97	9.14	91.37
2 - 2 YD 1X Week	761.20	*	269.48	455.81	27.20	83.61	836.10
2 - 3 YD 1X Week	1,061.64	*	404.22	605.95	37.88	116.45	1,164.50
2 - 3 YD 2X Week	1,873.28	*	808.44	966.50	66.56	204.61	2,046.11
2 - 4 YD 1X Week	1,204.41	*	538.96	601.31	42.76	131.45	1,314.48
2 - 4 YD 2X Week	2,320.42	*	1,077.92	1,115.87	82.27	252.90	2,528.96
2 - 4 YD 3X Week	3,331.35	*	1,616.88	1,527.26	117.91	362.45	3,624.50
2 - 4 YD 4X Week	4,338.09	*	2,155.84	1,934.55	153.39	471.53	4,715.31
2 - 1.5 YD 1X Week	639.38	*	202.10	409.51	22.94	70.51	705.06
3 - 2 YD 1X Week	1,141.78	*	404.22	683.70	40.80	125.41	1,254.13
3 - 3 YD 1X Week	1,592.48	*	606.33	908.93	56.82	174.68	1,746.76
3 - 4 YD 2X Week	3,613.24	*	1,616.88	1,803.95	128.28	394.35	3,943.46
4 - 2 YD 1X Week	1,524.33	*	538.96	913.52	54.47	167.44	1,674.39
4 - 3 YD 1X Week	2,123.24	*	808.44	1,211.84	75.76	232.89	2,328.93
5 - 3 YD 1X Week	2,654.08	*	1,010.55	1,514.83	94.70	291.12	2,911.20
2 - 32 G 1X Week	84.21	*	18.66	62.54	3.05	9.36	93.61
2 - 64 G 1X Week	113.75	*	40.42	68.04	4.07	12.50	125.03
2 - 96 G 1X Week	142.06	*	59.08	75.69	5.05	15.54	155.36
3 - 32 G Can 1X Week	126.34	*	27.99	93.84	4.57	14.04	140.44
3 - 96 G Can 1X Week	213.16	*	88.62	113.60	7.58	23.31	233.11
4 - 32 G Can 1X Week	168.42	*	37.32	125.08	6.09	18.72	187.21
4 - 64 G Can 1X Week	227.51	*	80.84	136.09	8.13	25.01	250.07
4 - 96 G Can 1X Week	284.18	*	118.16	151.44	10.11	31.08	310.79
4 - 96 G Can 2X Week	568.34	*	236.32	302.85	20.22	62.15	621.54
5 - 96 G Can 1X Week	355.24	*	147.70	189.31	12.64	38.85	388.50
7 - 32 G Can 1X Week	294.76	*	65.31	218.90	10.66	32.76	327.63
8 - 32 G Can 1X Week	336.88	*	74.64	250.19	12.18	37.45	374.46
9 - 96 G Can 1X Week	639.41	*	265.86	340.74	22.75	69.93	699.28
2 YD Compactor 1X Week	704.07	*	404.22	254.98	24.72	75.99	759.91
2 YD Compactor 2X Week	1,408.17	*	808.44	509.99	49.44	151.99	1,519.86
3 YD Compactor 2X Week	1,824.14	*	1,212.66	482.16	63.56	195.38	1,953.76

Sebastopol Rate Application - Rate Table

Rates Effective 7/1/2023

Sebastopol Refuse Rate Index Calculation

7/1/2022 Monthly Rate	Residential Disposal Generation Factor	Solid Waste Disposal Component Incl. Gate Rate	Organics ** Processing Fee Increase Component	Rate Collection Component	Utility Users' Tax Component	Franchise Fee Component	7/1/2023 Monthly Rate
		\$155.47	5.12%	13.15%	3.75%	10.00%	

Other Rates

Cleanup Bin (3 days)	\$ 317.59	\$ 46.68		\$ 261.36	\$ 11.55	\$ 35.51	\$ 355.10
Extra Recycling Cart (per month)	24.41			23.97	0.90	2.76	27.63
Extra Yard Waste Cart (per month)	28.89		3.86	24.20	1.05	3.23	32.34
Extra Recycling Bin (per month)	146.40			143.70	5.39	16.57	165.66
Extra Yard Waste Bin (per month)	173.38		23.14	145.28	6.32	19.42	194.16
Replacement Cart (after 1x per year)	147.58			144.86	5.43	16.70	166.99
Replacement Bin (after 1x per year)	442.72			434.56	16.30	50.10	500.96
Return Trip Charge	29.51			28.97	1.09	3.34	33.40
Contaminated YW/RRY Cart	39.37			38.64	1.45	4.45	44.54
Contaminated RRY/ORG Bin (per yard)	106.63			104.66	3.92	12.06	120.64
Overflowing Cart Charge	9.62	0.03	4.51	3.61	0.71	0.33	10.18
Overflowing Bin Charge	121.43		101.05		10.16	4.17	128.20
Push Rate (per trip per 25 feet - bin)	88.45			86.82	3.26	10.01	100.09
Walk-in Charge (per trip per 25 feet-cart)	13.99			13.73	0.51	1.58	15.82
Lock Charge (per lock)	13.44			13.19	0.49	1.52	15.20
Extra Bags	5.86			5.75	0.22	0.66	6.63
Extra 1 YD	63.49		15.55		45.54	2.29	70.42
Extra 2 YD	125.21		31.10		89.36	4.52	138.87
Extra 3 YD	158.10		46.65		104.88	5.68	174.68
Extra 4 YD	172.96		62.20		102.68	6.18	190.07
Extra 1.5 YD	111.94		23.33		84.73	4.05	124.57
Extra 6 YD	207.64		93.30		103.21	7.37	226.53
10-40 Yard Box (pull rate only)	\$ 568.10			\$ 557.61	\$ 20.91	\$ 64.28	\$ 642.80
10-40 Yard Compactor (pull rate only)	697.10			684.22	25.66	78.88	788.76
Trip Charge (for service with no dump)	284.04			278.80	10.46	32.14	321.40
Compactor Cleaning Charge	568.10			557.61	20.91	64.28	642.80
Relocation Fee	284.04			278.80	10.46	32.14	321.40
Monthly Box Rental (if no dump in month)	201.57			197.84	7.42	22.81	228.07

*Commercial Conversion Factor 200.00 lbs./yd

*On call service not available. Recycling and organics service only available weekly trash service.

Disposal Fee	\$155.47
Utility Users Tax	5.83
Franchise Fee	17.92
Disposal Rate To Be Charged	\$179.22

Sebastopol Rate Application - Rate Table
Rates Effective 7/1/2023
Bulky Item Rate Schedule

Tip Fee	\$ 155.47
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For each item after one, subtract \$25.00 from per item rate.

Category	Item Description	7/1/2022 Per Item Rate
Furniture	Twin (per set)	\$ 113.52
	Double (per set)	113.52
	Queen (per set)	113.52
	King (per set)	113.52
	Bed Frame	83.13
	Couch (under 6 feet)	83.13
	Upholstered Chairs	83.13
	Wooden Chairs	83.13
	Dinette Tables	83.13

Household Items	Rug (9'x12')	\$ 83.13
	Vacuum	83.13

Appliances	Water Heater: 35 gallons	\$ 83.13
	Water Heater: 40 - 50 gallons	83.13
	Water Heater: 100 gallons	83.13
	Oven	93.26
	Oven (Stove Top)	93.26
	Oven - Stove Unit	93.26
	Microwave	83.13
	Garbage Compactor	83.13
	Dishwasher	83.13
	Refrigerator (including freon)	113.52
	Freezer (including freon)	113.52
	Air Conditioner (including freon)	113.52
	Freon	
	Washing Machine	93.26
	Dryer	93.26

Building Materials	Household Doors	\$ 83.13
	Sink	83.13
	Toilet	83.13
	Windows (less than 3'x4' only)	83.13

Yard and Garden	Gas Mower (must be drained of gal and oil)	\$ 83.13
	Barbeque	83.13
	Ping Pong Table	83.13
	Exercise Bike	83.13
	Swing Sets	83.13
	Bicycle	83.13

7/1/2023				
Collection	Disposal	UUT	FF	Per Item Rate
\$ 55.63	\$ 51.71	\$ 4.03	\$ 12.37	\$ 123.74
55.63	51.71	4.03	12.37	123.74
55.63	51.71	4.03	12.37	123.74
55.63	51.71	4.03	12.37	123.74
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18

\$ 59.28	\$ 20.68	\$ 3.00	\$ 9.22	\$ 92.18
59.28	20.68	3.00	9.22	92.18

\$ 59.28	\$ 20.68	\$ 3.00	\$ 9.22	\$ 92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
58.07	31.02	3.34	10.27	102.70
58.07	31.02	3.34	10.27	102.70
58.07	31.02	3.34	10.27	102.70
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
55.63	51.71	4.03	12.37	123.74
55.63	51.71	4.03	12.37	123.74
55.63	51.71	4.03	12.37	123.74
	35.00	1.31	4.03	40.34
58.07	31.02	3.34	10.27	102.70
58.07	31.02	3.34	10.27	102.70

\$ 59.28	\$ 20.68	\$ 3.00	\$ 9.22	\$ 92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18

\$ 59.28	\$ 20.68	\$ 3.00	\$ 9.22	\$ 92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18

Sebastopol Rate Application - Rate Table
Rates Effective 7/1/2023
Bulky Item Rate Schedule

Tip Fee	\$ 155.47
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For each item after one, subtract \$25.00 from per item rate.

Category	Item Description	7/1/2022 Per Item Rate
Electronics	Computer Monitor	\$ 83.13
	Television	83.13
	Console Television	98.85
	Stereo Equipment	98.85
	VCR/Home Entertainment	83.13
	Printer/Fax	83.13
	Copier (table top)	83.13
	Copier (stand alone) minimum charge	214.80
	Oversized Office Equipment	price varies

7/1/2023				
Collection	Disposal	UUT	FF	Per Item Rate
\$ 59.28	\$ 20.68	\$ 3.00	\$ 9.22	\$ 92.18
59.28	20.68	3.00	9.22	92.18
74.71	20.68	3.58	11.00	109.97
74.71	20.68	3.58	11.00	109.97
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
43.48	155.12	7.45	22.89	228.94
77.46	price varies			price varies

Car Parts	Engine Block (completely drained of fluids)	\$ 83.13
	Car Seat	83.13
	Bumper/Grill etc.	83.13
	Passenger Vehicle Tire	83.13
	Truck or Tractor Tire	83.13

\$ 59.28	\$ 20.68	\$ 3.00	\$ 9.22	\$ 92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18
59.28	20.68	3.00	9.22	92.18

Additional Items	Items under 60#	\$ 83.13
	Items over 60#	price varies
	Items requiring special handling or disposal	price varies

\$ 59.28	\$ 20.68	\$ 3.00	\$ 9.22	\$ 92.18
77.46	price varies			price varies
77.46	price varies			price varies

New rate by customer request or clarified rate title.

Recology Sonoma Marin
Sebastopol Rate Application - Financial Information
Rates Effective 7/1/2023

	<u>FY2022</u>	<u>Category</u>	<u>Category Totals</u>	<u>FY2022</u>	<u>% Total</u>
Total Expenses					
Payroll & Related	\$ 799,386	Labor	Labor	\$ 799,386	46.21%
Liability Insurance	42,497	Other	Fuel	176,853	10.22%
Disposal (Including Organics)	928,424	Not Included	Replacement	208,451	12.05%
Recycling Processing Fee	199,262	Not Included	Maintenance	103,132	5.96%
Rent & lease	697	Other	All Other	<u>441,947</u>	<u>25.55%</u>
Supplies	33,730	Other		\$ 1,729,769	100.00%
Repairs & Maintenance	103,132	Maintenance			
Fuel & Oil	176,853	Fuel			
Buildings & Facilities	6,828	Other	<u>Expenses Not Included in RRI Calculation</u>		
Licenses & Permits	13,922	Other	Disposal	\$ 928,424	
Utilities	3,485	Other	Recycling Processing Fee	199,262	
Freight	3,307	Other	Amortization & Gain/(Loss)	<u>95,831</u>	
Recycling & COGS	-	Other	Total Expenses Not Included	\$ 1,223,517	
Professional Services	22,392	Other	Allowed Expenses	<u>1,729,769</u>	
Bad Debt	10,359	Other	AFS Sebastopol Expenses	\$ 2,953,286	
Travel, meals & entertainment	1,036	Other			
Office expenses	17,856	Other			
Taxes	7,086	Other			
Regional Allocations	183,114	Other			
Corporate Allocations	80,492	Other			
Other Operating Expenses	15,146	Other			
Depreciation & Depletion	32,940	Replacement			
Amortization	96,293	Not Included			
(Gain)/loss on sale	(462)	Not Included			
I/C equipment & property	<u>175,511</u>	Replacement			
Total Expenses	\$ 2,953,286				

**Recology Sonoma Marin
 Sebastopol Rate Application - Financial Information
 New Sebastopol Rates Rate Comparison**

	Primary	Comparative										
	New Sebastopol Rates	Santa Rosa	% Incr over Primary	South Sonoma County	% Incr over Primary	West Sonoma County	% Incr over Primary	West Marin	% Incr over Primary	Windsor (Comm. MSW, RCY & ORG)	% Incr over Primary	
<i>Date Rates Effective:</i>	7/1/2023	1/1/2023		4/1/2023		4/1/2023		4/1/2023		4/1/2022		
<i>Next Rate Adjustment:</i>	7/1/2024	1/1/2024		4/1/2024		4/1/2024		4/1/2024		4/1/2023		
<i>Franchise Fee %:</i>	13.4%	14.0%		11.0%		11.0%		18.0%		10.0%		
	So. Co. LF	So. Co. LF		So. Co. LF		So. Co. LF		Redwood LF		So. Co. LF		
<i>MSW Disposal Rate/Ton:</i>	\$155.47	\$155.47		\$150.47		\$150.47		\$74.39		\$148.25		
Residential												
20 gallon	\$ 16.83	\$ 32.52	93.2%	\$ 41.21	144.8%	\$ 41.22	144.9%	\$ 35.44	110.6%	\$ 24.99	48.5%	
32 gallon	29.43	36.57	24.3%	48.26	64.0%	65.92	124.0%	53.76	82.7%	32.69	11.1%	
64 gallon	53.79	53.40	-0.7%	91.62	70.3%	115.81	115.3%	100.80	87.4%	50.19	-6.7%	
96 gallon	89.74	81.79	-8.9%	135.10	50.5%	165.77	84.7%	161.13	79.6%	76.13	-15.2%	
Commercial												
32 gallon	46.82	50.89	8.7%	48.26	3.1%	65.92	40.8%	59.09	26.2%	237.55	407.4%	
64 gallon	62.53	101.81	62.8%	91.62	46.5%	115.81	85.2%	118.28	89.2%	250.96	301.3%	
96 gallon	91.37	152.84	67.3%	135.10	47.9%	165.77	81.4%	177.36	94.1%	319.88	250.1%	
1.5 yard	352.52	419.66	19.0%	405.25	15.0%	521.30	47.9%	408.97	16.0%	705.68	100.2%	
2 yard	418.06	512.11	22.5%	507.47	21.4%	655.26	56.7%	506.36	21.1%	878.87	110.2%	
3 yard	582.21	626.01	7.5%	634.35	9.0%	818.95	40.7%	613.48	5.4%	1,285.05	120.7%	
4 yard	657.24	783.51	19.2%	754.71	14.8%	974.29	48.2%	474.85	-27.8%	1,629.17	147.9%	
6 yard	806.42	1,062.50	31.8%	1,227.65	52.2%	1,286.13	59.5%	1,236.15	53.3%	NA	NA	
	<i>Average % of Primary:</i>		28.9%		45.0%		77.4%		53.1%		134.1%	
	Residential Average % of Primary:		27.0%		82.4%		117.2%		90.0%		9.4%	
	Commercial Average % of Primary:		29.9%		26.2%		57.6%		34.7%		205.4%	