

## RESOLUTION NO. 2017-176

### A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE APPROVING AN INCREASE TO RESIDENTIAL SOLID WASTE SERVICE RATES BY 3%, EFFECTIVE SEPTEMBER 1, 2017 FOR FISCAL YEAR 2017-18 RATE YEAR 14, AND APPROVING A CONSOLIDATED SOLID WASTE ADMINISTRATIVE FEE

**WHEREAS**, the City Council of the City of Elk Grove approved a Franchise Agreement with Allied Waste Services of North America, LLC (Allied) and under the Agreement, Allied is entitled to an annual compensation adjustment to account for increases in the costs of labor, fuel, maintenance, etc.; and

**WHEREAS**, increased solid waste collection and disposal service rates are necessary in order to fund contractually obligated rate increases to Allied Waste; and

**WHEREAS**, the City Council of the City of Elk Grove understands the need to increase residential customer service rates to reflect annual changes in Allied's compensation; and

**WHEREAS**, the City Council of the City of Elk Grove has not increased Solid Waste Rates for the prior three Fiscal Years resulting in a gap between the amount customers pay and the cost to provide the service; and

**WHEREAS**, a portion of the proposed increase will cover a portion of the current difference between the rates paid by customers and the actual cost to provide solid waste services; and

**WHEREAS**, a 2016 audit of Solid Waste services recommended that the current administrative fee structure be revised to (1) reduce the number of fees assessed; (2) ensure the fees are restricted to fund the direct and indirect costs associated with providing Solid Waste services; and (3) reflect the City's current needs; and

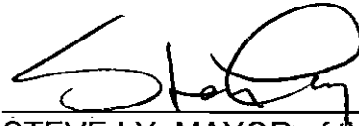
**WHEREAS**, the proposed "Solid Waste Administrative Fee" is a single fee in the amount of \$5.38 that will fund all City costs associated with providing solid waste, recycling, debt service, and household hazardous waste (HHW) services and the implementation of the requirements of the California Integrated Waste Management Act of 1989 (AB 939), which may include but are not limited to:

- General City costs such as salaries, benefits, and department supplies;
- Administration and oversight of the Franchise Agreement and other contracts;
- Various Solid Waste programs and services intended to meet the requirements of AB 939 such as public education campaigns, programs targeting specific hard-to-recycle or hard-to-dispose waste streams (e.g. batteries, e-waste), school recycling programs, and any other programs or services that enhance or increase residents' knowledge of or ability to reduce their waste; and
- Operational costs and debt service payments for the Special Waste Collection Center; and

**WHEREAS**, the City of Elk Grove is in compliance with Article XIID of the California State Constitution and the Proposition 218 Omnibus Implementation Act; the City of Elk Grove notified all affected property owners and ratepayers of the proposed solid waste rate increases and the City did not receive a majority protest.

**NOW, THEREFORE, BE IT RESOLVED** that the City Council of the City of Elk Grove hereby approves the Solid Waste Rates and the Solid Waste Administrative Fee as shown in Exhibit A: "Year 14 Solid Waste Rates" effective September 1, 2017.

**PASSED AND ADOPTED** by the City Council of the City of Elk Grove this 26<sup>th</sup> day of July 2017.




STEVE LY, MAYOR of the  
CITY OF ELK GROVE

ATTEST:

  
JASON LINDGREN, CITY CLERK

APPROVED AS TO FORM:

  
JONATHAN R. HOBBS,  
CITY ATTORNEY

**EXHIBIT A**  
**CITY OF ELK GROVE**  
**Proposed Solid Waste Rates for Fiscal Year 2017-18**  
**Rate Year 14**  
**Effective September 1, 2017**

Note: Rates shown on this page are the total proposed rates to be paid by customers including the proposed consolidated Solid Waste Administrative Fee shown on the following page.

There are several commercial properties with residential characteristics for which space and access do not allow for commercial service. These properties have been "grandfathered" and thereby receive residential service and are included as part of the exclusive residential franchise. These properties are subject to the same rates and fees for basic service; however, since they are commercial in nature and therefore may generate more waste, which may have a different composition than residential waste, they are subject to different Solid Waste rates for any additional carts, as shown below.

<b>RESIDENTIAL and COMMERCIAL Monthly Rate - Single Refuse Cart</b>				
	Current Monthly Rate FY 2016-17	Increase Amount	New Monthly Rate Effective Sept. 1, 2017	Bi-Monthly Rate for FY 2017-18
32 Gallon	\$22.44	\$0.67	\$23.11	\$46.23
64 Gallon	\$25.51	\$0.77	\$26.28	\$52.55
96 Gallon	\$31.71	\$0.95	\$32.66	\$65.32

<b>RESIDENTIAL Monthly Rate - Multiple Carts</b>				
	Current Monthly Rate FY 2016-17	Increase Amount	New Monthly Rate Effective Sept. 1, 2017	Bi-Monthly Rate for FY 2017-18
Two 32 Gallon	\$28.66	\$0.86	\$29.52	\$59.04
Two 64 Gallon	\$37.88	\$1.14	\$39.02	\$78.03
Two 96 Gallon	\$50.26	\$1.51	\$51.77	\$103.54
One 64 Gal & One 32 Gal	\$34.82	\$1.04	\$35.86	\$71.73
One 96 Gal & One 32 Gal	\$37.88	\$1.14	\$39.02	\$78.03
One 96 Gal & One 64 Gal	\$44.08	\$1.32	\$45.40	\$90.80

<b>COMMERCIAL Monthly Rates - Additional Carts</b>				
	Current Monthly Rate FY 2016-17	Increase Amount	New Monthly Rate Effective Sept. 1, 2017	Bi-Monthly Rate for FY 2017-18
32 Gallon	\$10.19	\$0.31	\$10.50	\$20.99
64 Gallon	\$12.77	\$0.38	\$13.15	\$26.31
96 Gallon	\$15.30	\$0.46	\$15.76	\$31.52
Additional Recycling or Green Waste Cart	\$13.90	\$0.42	\$14.32	\$28.63

<b>RESIDENTIAL Miscellaneous Service Rates</b>				
	Current Rate FY 2016-17	Increase Amount	New Monthly Rate Effective Sept. 1, 2017	Bi-Monthly Rate for FY 2017-18
Additional Recycling or Green Waste Cart	\$2.09	\$0.06	\$2.09	\$4.18
Cart Exchanges More Than 1X Year (Per Exchange)	\$24.36	\$0.73	\$24.36	n/a
Delinquent Account Cart Pick-up and Drop-off Fee	\$55.00	\$0.00	\$55.00	n/a
Destroyed Cart Replacement; Stolen Cart (Per Cart)	\$55.00	\$0.00	\$55.00	n/a
On-Call Pickup of Bulky Waste & E-waste Combo (Per Call)	\$34.71	\$1.04	\$34.71	n/a
On-Call Bulky Waste Collection 5CY (Per Call)	\$34.71	\$1.04	\$34.71	n/a
Each Additional 5CY On-Call Bulky Waste (Per Call)	\$20.88	\$0.63	\$20.88	n/a
On-call Pick-up of Excess Refuse (in bags) on Regularly Scheduled Collection Day - Up to 3 bags	\$10.46	\$0.31	\$10.46	n/a
On-call Pick-up of Excess Refuse (in bags) on Regularly Scheduled Collection Day - 4 or more bags up to 5 CY	\$20.88	\$0.63	\$20.88	n/a
Drive-in Vehicle Service	\$8.61	\$0.26	\$8.61	n/a
Roll-out Cart Service	\$14.94	\$0.45	\$14.94	n/a

**EXHIBIT A**  
**CITY OF ELK GROVE**  
**Proposed Solid Waste Administrative Fee for Fiscal Year 2017-18**  
**Rate Year 14**  
**Effective September 1,,2017**

<b>RESIDENTIAL Miscellaneous Service Rates</b>				
	<b>Current Rate FY 2016-17</b>	<b>Proposed Change</b>	<b>New Monthly Rate Effective Sept. 1, 2017</b>	<b>Bi-Monthly Rate for FY 2017-18</b>
CURRENT Utility Billing Fee	\$ 1.00	\$ (1.00)	\$ -	\$ -
CURRENT Overhead Fee	\$ 0.45	\$ (0.45)	\$ -	\$ -
CURRENT Facility Development Fee	\$ 1.41	\$ (1.41)	\$ -	\$ -
CURRENT HHW Collection Facility Fee	\$ 2.52	\$ (2.52)	\$ -	\$ -
PROPOSED Solid Waste Administrative Fee	\$ -	\$ 5.38	\$ 5.38	\$ 10.76
<b>Total</b>	<b>\$ 5.38</b>	<b>\$ -</b>	<b>\$ 5.38</b>	<b>\$ 10.76</b>

**CERTIFICATION  
ELK GROVE CITY COUNCIL RESOLUTION NO. 2017-176**

STATE OF CALIFORNIA        )  
COUNTY OF SACRAMENTO    )     ss  
CITY OF ELK GROVE         )

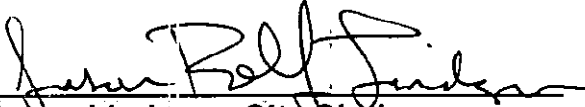
*I, Jason Lindgren, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing resolution was duly introduced, approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on July 26, 2017 by the following vote:*

**AYES:**        **COUNCILMEMBERS:**    *Ly, Detrick, Hume, Nguyen, Suen*

**NOES:**       **COUNCILMEMBERS:**    *None*

**ABSTAIN:**   **COUNCILMEMBERS:**    *None*

**ABSENT:**    **COUNCILMEMBERS:**    *None*

  
\_\_\_\_\_  
**Jason Lindgren, City Clerk**  
**City of Elk Grove, California**