

THE BOARD OF SUPERVISORS OF THE COUNTY OF STANISLAUS
ACTION AGENDA SUMMARY

DEPT: Environmental Resources

BOARD AGENDA # 9:05 a.m.

Urgent

Routine

AGENDA DATE June 30, 2015

CEO Concurs with Recommendation YES NO

4/5 Vote Required YES NO

(Information Attached)

SUBJECT:

Continuation of the Public Hearing to Consider Adjustments to the Stanislaus County Franchise Maximum Rates for Solid Waste Collection Services

STAFF RECOMMENDATIONS:

1. Continue the public hearing to consider adjustments to Stanislaus County franchise maximum rates for solid waste collection services.
2. Approve the proposed adjustments to Stanislaus County franchise maximum rates for solid waste collection services in Franchise Areas 1, 2, 3 and 4 effective July 1, 2015.

FISCAL IMPACT:

Upon approval, adjustments to the solid waste collection service charges in the unincorporated areas of Stanislaus County (Franchise Areas 1, 2, 3, and 4), except for Area 4's commercial services, and will be effective July 1, 2015. Subscribers to residential basic service; that is, 1-90 gallon cart, curbside recycling, and bulky item collection, may see changes in their monthly service charges ranging from a .02% increase to a .57% increase.

(Continued on next page)

BOARD ACTION AS FOLLOWS:

No. 2015-318

On motion of Supervisor O'Brien, Seconded by Supervisor De Martini

and approved by the following vote,

Ayes: Supervisors: O'Brien, Chiesa, De Martini, and Chairman Withrow

Noes: Supervisors: None

Excused or Absent: Supervisors: Monteith

Abstaining: Supervisor: None

1) X Approved as recommended

2) _____ Denied

3) _____ Approved as amended

4) _____ Other:

MOTION:

ATTEST:


CHRISTINE FERRARO TALLMAN, Clerk

File No.

Continuation of the Public Hearing to Consider Adjustments to the Stanislaus County Franchise Maximum Rates for Solid Waste Collection Services

FISCAL IMPACT (CONTINUED):

Proposed commercial bin rate adjustments range from a .06% decrease to a .51% increase and proposed franchise drop-box haul charge adjustments range from a .20% increase to a .60% increase. These adjustments to the rates will result in approximately \$43,709.62 in additional revenue.

DISCUSSION:

The unincorporated portions of Stanislaus County are divided into four separate franchise refuse hauling areas (Franchise Areas), each of which contain a mix of residential, commercial, and drop box customers. These four Franchise Areas contain the following residential communities: Area 1 - Salida, Keyes, Crows Landing, Grayson, and Westley; Area 2: Knights Ferry and Valley Home; Area 3: Denair, Empire, Hickman, and La Grange; and Area 4: the unincorporated areas are primarily pockets within the City of Turlock (Attachment B). In exchange for a franchise fee, the hauler receives the exclusive right to the residential and commercial accounts within their respective area, while Stanislaus County retains the ability to regulate the haulers and set the maximum rates that can be charged. In addition, the Board of Supervisors also sets the franchise maximum haul rates for drop box customers.

On November 4, 2008, the Board adopted a new Refuse Rate Adjustment Process and approved a Baseline for Rates (Base Rates), which set the maximum franchise rates for solid waste collection services in the unincorporated areas of Stanislaus County. The new Base Rate became effective on July 1, 2009. In addition, the Board approved a new methodology for the annual adjustment of these Base Rates. For four consecutive years, beginning with July 1, 2009, the Base Rates may be increased or decreased according to the appropriate consumer price index (CPI). Every fifth year, a detailed cost of service study will be repeated to determine new Base Rates, followed by another four years of index-based adjustments.

On June 18, 2013, the Board of Supervisors adopted the new Base Rates for solid waste collection services in the unincorporated areas of Stanislaus County. The new Base Rates became effective on July 1, 2013. The upcoming Fiscal Year is the second year of the four consecutive years when Base Rates may be increased or decreased based on the changes in a series of consumer and other price indices.

The following indices and their respective changes (i.e., the difference between the April 2013 – March 2014 average, and the April 2014 – March 2015 average) have been applied to the indicated components of the individual companies' residential and commercial Base Rates. The labor, fuel, collections, and interest adjustments have been applied to the Drop Box Base Rates because the County only sets the haul charges for these services. Disposal, transfer, and franchise fees are billed to the customer directly by the companies as part of the service charge.

Continuation of the Public Hearing to Consider Adjustments to the Stanislaus County Franchise Maximum Rates for Solid Waste Collection Services

<u>Labor Component</u> : <i>CPI, Urban Wage Earners and Clerical Workers, All Items West – Size Class B/C</i>	+1.07%
<u>Fuel Component</u> : <i>California No. 2 Diesel Retail Sales by All Sellers, U.S. Department of Energy</i>	-7.67%
<u>Collections Component</u> : <i>CPI, All Urban Consumers, All Items, West Urban Area, West – Size Class B/C</i>	+1.18%
<u>FRLF Disposal Component</u> : <i>Actual Change in Disposal Fees at the Fink Road Landfill.</i>	-21.21%
<u>SRRF Disposal Component</u> : <i>Actual Change in Disposal Fees at the Stanislaus Resource Recovery Facility.</i>	-.39%
<u>Transfer Component</u> : <i>Discretionary Adjustment by the County.</i>	0%*
<u>Interest Component</u> : <i>Change in the Prime Rate per “Bank of America, NA and Bank of America NT & SA”</i>	0%
<u>Franchise Fee Component</u> : <i>Franchise Fees remain unchanged at 8%</i>	n/c
<u>Other Fees Component</u> : <i>There are no Other Fees applicable at this time.</i>	n/c

*Bertolotti Disposal, Gilton Solid Waste Management and Turlock Scavenger’s Transfer Rate

As noted in the Fink Road Landfill component above, the proposed residential and commercial rates are based on a decrease in the disposal fee at the Fink Road Landfill from \$33 per ton to \$26 per ton. This percentage reduction will align the tipping fee with the discounted tipping fee in the Regional Solid Waste Disposal Plan with the cities of Ceres, Hughson, Newman, Oakdale, Patterson, Riverbank, Turlock and Waterford. The Regional Solid Waste Disposal Plan was presented and approved by the Board of Supervisors on May 12, 2015, and was effective June 1, 2015. With the Board’s approval, all rates will increase except for Area 4’s commercial services.

The proposed rates (Attachment A) are presented in a format that identifies the following: the change between the Base Rates and the rates currently being proposed with the appropriate indices applied; and the net change between the rates customers have paid over the past year and the rates proposed for Fiscal Year 2015-2016.

POLICY ISSUE:

The holding of a public hearing by the Board of Supervisors is required prior to adjusting the maximum rates for solid waste collection services. This action is consistent with the Board’s priorities of A Safe Community, A Healthy Community, A Well-Planned Infrastructure System, and the Efficient Delivery of Public Services by providing countywide refuse collection.

Continuation of the Public Hearing to Consider Adjustments to the Stanislaus County Franchise Maximum Rates for Solid Waste Collection Services

STAFFING IMPACTS:

There are no staffing impacts associated with this item.

CONTACT PERSON:

Jami Aggers, Director of Environmental Resources

Telephone: 209-525-6770

ATTACHMENTS:

1. Proposed Maximum Refuse Rates – Pages 1-7
2. Franchise Area Map

**PROPOSED MAXIMUM RESIDENTIAL BASE RATES INCLUDING CURBSIDE RECYCLING
AND BULKY ITEM PROGRAM**

BERTOLOTTI DISPOSAL - FRANCHISE AREA #1

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
1 can	\$16.77	\$16.86	0.57%
2 cans	\$24.43	\$24.57	0.57%
Add'l. can	\$12.21	\$12.28	0.57%
60 gal. cart	\$16.77	\$16.86	0.57%
90 gal. cart	\$24.43	\$24.57	0.57%
Add'l. cart	\$14.90	\$14.99	0.57%

GILTON SOLID WASTE MANAGEMENT - FRANCHISE AREA #2

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
1 can	\$11.95	\$11.98	0.25%
2 cans	\$20.68	\$20.73	0.25%
Add'l. can	\$10.33	\$10.36	0.25%
30 gal. cart	\$14.38	\$14.41	0.25%
60 gal. cart	\$16.12	\$16.16	0.25%
90 gal. cart	\$20.68	\$20.73	0.25%
Add'l. cart	\$12.61	\$12.64	0.25%

TURLOCK SCAVENGER - FRANCHISE AREA #3

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
1 can	\$14.79	\$14.83	0.27%
2 cans	\$22.76	\$22.82	0.27%
Add'l. can	\$10.51	\$10.54	0.27%
60 gal. cart	\$14.79	\$14.83	0.27%
90 gal. cart	\$22.76	\$22.82	0.27%
Add'l. cart	\$14.79	\$14.83	0.27%

TURLOCK SCAVENGER - FRANCHISE AREA #4

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
1 can	\$15.92	\$15.92	0.02%
2 cans	\$22.77	\$22.78	0.02%
Add'l. can	\$11.39	\$11.39	0.02%
60 gal. cart	\$15.92	\$15.92	0.02%
90 gal. cart	\$22.77	\$22.78	0.02%
Add'l. cart	\$13.88	\$13.88	0.02%

PROPOSED MAXIMUM COMMERCIAL BIN RATES
BERTOLOTTI DISPOSAL - FRANCHISE AREA #1

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
1 yd., 1 X week	\$ 60.23	\$ 60.53	0.51%
1 yd., 2 X week	\$ 120.43	\$ 121.05	0.51%
1 yd., 3 X week	\$ 180.67	\$ 181.59	0.51%
1 yd., 4 X week	\$ 240.89	\$ 242.11	0.51%
1 yd., 5 X week	\$ 301.11	\$ 302.63	0.51%
1 yd., 6 X week	\$ 361.32	\$ 363.16	0.51%
1 yd., 7 X week	\$ 421.55	\$ 423.69	0.51%
1.5 yd., 1 X week	\$ 76.02	\$ 76.41	0.51%
1.5 yd., 2 X week	\$ 152.04	\$ 152.81	0.51%
1.5 yd., 3 X week	\$ 228.06	\$ 229.22	0.51%
1.5 yd., 4 X week	\$ 304.06	\$ 305.60	0.51%
1.5 yd., 5 X week	\$ 380.09	\$ 382.02	0.51%
1.5 yd., 6 X week	\$ 456.11	\$ 458.43	0.51%
1.5 yd., 7 X week	\$ 532.14	\$ 534.84	0.51%
2 yd., 1 X week	\$ 88.80	\$ 89.25	0.51%
2 yd., 2 X week	\$ 177.58	\$ 178.49	0.51%
2 yd., 3 X week	\$ 266.38	\$ 267.73	0.51%
2 yd., 4 X week	\$ 355.16	\$ 356.96	0.51%
2 yd., 5 X week	\$ 443.96	\$ 446.21	0.51%
2 yd., 6 X week	\$ 532.75	\$ 535.46	0.51%
2 yd., 7 X week	\$ 621.52	\$ 624.67	0.51%
3 yd., 1 X week	\$ 104.30	\$ 104.82	0.51%
3 yd., 2 X week	\$ 208.61	\$ 209.67	0.51%
3 yd., 3 X week	\$ 312.89	\$ 314.47	0.51%
3 yd., 4 X week	\$ 417.19	\$ 419.31	0.51%
3 yd., 5 X week	\$ 521.49	\$ 524.13	0.51%
3 yd., 6 X week	\$ 625.78	\$ 628.95	0.51%
3 yd., 7 X week	\$ 730.10	\$ 733.80	0.51%
4 yd., 1 X week	\$ 129.30	\$ 129.95	0.51%
4 yd., 2 X week	\$ 258.59	\$ 259.90	0.51%
4 yd., 3 X week	\$ 387.88	\$ 389.84	0.51%
4 yd., 4 X week	\$ 517.18	\$ 519.80	0.51%
4 yd., 5 X week	\$ 646.47	\$ 649.75	0.51%
4 yd., 6 X week	\$ 775.76	\$ 779.70	0.51%
4 yd., 7 X week	\$ 905.07	\$ 909.66	0.51%
6 yd., 1 X week	\$ 179.29	\$ 180.20	0.51%
6 yd., 2 X week	\$ 358.57	\$ 360.39	0.51%
6 yd., 3 X week	\$ 537.86	\$ 540.59	0.51%
6 yd., 4 X week	\$ 717.14	\$ 720.77	0.51%
6 yd., 5 X week	\$ 896.42	\$ 900.97	0.51%
6 yd., 6 X week	\$ 1,075.71	\$ 1,081.16	0.51%
6 yd., 7 X week	\$ 1,254.99	\$ 1,261.36	0.51%

PROPOSED MAXIMUM COMMERCIAL BIN RATES
GILTON SOLID WASTE MANAGEMENT - FRANCHISE AREA #2

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
1 yd., 1 X week	\$ 69.01	\$ 69.13	0.18%
1 yd., 2 X week	\$ 138.05	\$ 138.30	0.18%
1 yd., 3 X week	\$ 207.07	\$ 207.43	0.18%
1 yd., 4 X week	\$ 276.10	\$ 276.59	0.18%
1 yd., 5 X week	\$ 345.11	\$ 345.72	0.18%
1 yd., 6 X week	\$ 414.13	\$ 414.86	0.18%
1 yd., 7 X week	\$ 483.15	\$ 484.01	0.18%
1.5 yd., 1 X week	\$ 78.33	\$ 78.47	0.18%
1.5 yd., 2 X week	\$ 156.68	\$ 156.95	0.18%
1.5 yd., 3 X week	\$ 235.00	\$ 235.42	0.18%
1.5 yd., 4 X week	\$ 313.31	\$ 313.86	0.18%
1.5 yd., 5 X week	\$ 391.66	\$ 392.35	0.18%
1.5 yd., 6 X week	\$ 469.99	\$ 470.81	0.18%
1.5 yd., 7 X week	\$ 548.32	\$ 549.29	0.18%
2 yd., 1 X week	\$ 85.70	\$ 85.85	0.18%
2 yd., 2 X week	\$ 171.41	\$ 171.72	0.18%
2 yd., 3 X week	\$ 257.11	\$ 257.56	0.18%
2 yd., 4 X week	\$ 342.82	\$ 343.42	0.18%
2 yd., 5 X week	\$ 428.54	\$ 429.30	0.18%
2 yd., 6 X week	\$ 514.24	\$ 515.15	0.18%
2 yd., 7 X week	\$ 599.94	\$ 601.00	0.18%
3 yd., 1 X week	\$ 90.10	\$ 90.26	0.18%
3 yd., 2 X week	\$ 180.18	\$ 180.50	0.18%
3 yd., 3 X week	\$ 270.29	\$ 270.77	0.18%
3 yd., 4 X week	\$ 360.39	\$ 361.02	0.18%
3 yd., 5 X week	\$ 450.49	\$ 451.28	0.18%
3 yd., 6 X week	\$ 540.57	\$ 541.52	0.18%
3 yd., 7 X week	\$ 630.69	\$ 631.80	0.18%
4 yd., 1 X week	\$ 99.55	\$ 99.72	0.18%
4 yd., 2 X week	\$ 199.07	\$ 199.42	0.18%
4 yd., 3 X week	\$ 298.62	\$ 299.15	0.18%
4 yd., 4 X week	\$ 398.21	\$ 398.91	0.18%
4 yd., 5 X week	\$ 497.70	\$ 498.58	0.18%
4 yd., 6 X week	\$ 597.25	\$ 598.30	0.18%
4 yd., 7 X week	\$ 696.80	\$ 698.03	0.18%
6 yd., 1 X week	\$ 120.36	\$ 120.57	0.18%
6 yd., 2 X week	\$ 240.67	\$ 241.09	0.18%
6 yd., 3 X week	\$ 361.04	\$ 361.68	0.18%
6 yd., 4 X week	\$ 481.38	\$ 482.23	0.18%
6 yd., 5 X week	\$ 601.72	\$ 602.78	0.18%
6 yd., 6 X week	\$ 722.06	\$ 723.33	0.18%
6 yd., 7 X week	\$ 842.42	\$ 843.91	0.18%

PROPOSED MAXIMUM COMMERCIAL BIN RATES
TURLOCK SCAVENGER - FRANCHISE AREA #3

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
1 yd., 1 X week	\$ 56.31	\$ 56.39	0.14%
1 yd., 2 X week	\$ 112.61	\$ 112.77	0.14%
1 yd., 3 X week	\$ 168.90	\$ 169.14	0.14%
1 yd., 4 X week	\$ 225.19	\$ 225.51	0.14%
1 yd., 5 X week	\$ 281.50	\$ 281.90	0.14%
1 yd., 6 X week	\$ 337.81	\$ 338.29	0.14%
1 yd., 7 X week	\$ 394.11	\$ 394.67	0.14%
1.5 yd., 1 X week	n/a	n/a	
1.5 yd., 2 X week	n/a	n/a	
1.5 yd., 3 X week	n/a	n/a	
1.5 yd., 4 X week	n/a	n/a	
1.5 yd., 5 X week	n/a	n/a	
1.5 yd., 6 X week	n/a	n/a	
1.5 yd., 7 X week	n/a	n/a	
2 yd., 1 X week	\$ 72.19	\$ 72.30	0.14%
2 yd., 2 X week	\$ 144.33	\$ 144.53	0.14%
2 yd., 3 X week	\$ 216.50	\$ 216.81	0.14%
2 yd., 4 X week	\$ 288.67	\$ 289.08	0.14%
2 yd., 5 X week	\$ 360.86	\$ 361.37	0.14%
2 yd., 6 X week	\$ 433.02	\$ 433.63	0.14%
2 yd., 7 X week	\$ 505.17	\$ 505.89	0.14%
3 yd., 1 X week	\$ 81.30	\$ 81.42	0.14%
3 yd., 2 X week	\$ 162.55	\$ 162.79	0.14%
3 yd., 3 X week	\$ 243.86	\$ 244.20	0.14%
3 yd., 4 X week	\$ 325.13	\$ 325.59	0.14%
3 yd., 5 X week	\$ 406.46	\$ 407.04	0.14%
3 yd., 6 X week	\$ 487.73	\$ 488.42	0.14%
3 yd., 7 X week	\$ 569.02	\$ 569.83	0.14%
4 yd., 1 X week	\$ 89.28	\$ 89.41	0.14%
4 yd., 2 X week	\$ 178.58	\$ 178.83	0.14%
4 yd., 3 X week	\$ 267.85	\$ 268.23	0.14%
4 yd., 4 X week	\$ 356.85	\$ 357.35	0.14%
4 yd., 5 X week	\$ 446.41	\$ 447.05	0.14%
4 yd., 6 X week	\$ 535.70	\$ 536.46	0.14%
4 yd., 7 X week	\$ 624.97	\$ 625.86	0.14%
6 yd., 1 X week	\$ 96.27	\$ 96.41	0.14%
6 yd., 2 X week	\$ 192.55	\$ 192.82	0.14%
6 yd., 3 X week	\$ 288.82	\$ 289.24	0.14%
6 yd., 4 X week	\$ 385.07	\$ 385.62	0.14%
6 yd., 5 X week	\$ 481.35	\$ 482.04	0.14%
6 yd., 6 X week	\$ 577.62	\$ 578.44	0.14%
6 yd., 7 X week	\$ 673.90	\$ 674.86	0.14%

PROPOSED MAXIMUM COMMERCIAL BIN RATES
TURLOCK SCAVENGER - FRANCHISE AREA #4

Service	Current Rates (^{'14-'15})	Proposed Rates (^{'15-'16})	Net Change (Current vs. Proposed)
1 yd., 1 X week	\$ 60.07	\$ 60.04	-0.06%
1 yd., 2 X week	\$ 120.16	\$ 120.08	-0.06%
1 yd., 3 X week	\$ 180.23	\$ 180.12	-0.06%
1 yd., 4 X week	\$ 240.30	\$ 240.14	-0.06%
1 yd., 5 X week	\$ 300.38	\$ 300.19	-0.06%
1 yd., 6 X week	\$ 360.46	\$ 360.23	-0.06%
1 yd., 7 X week	\$ 420.52	\$ 420.25	-0.06%
1.5 yd., 1 X week	\$ 78.60	\$ 78.55	-0.06%
1.5 yd., 2 X week	\$ 157.17	\$ 157.07	-0.06%
1.5 yd., 3 X week	\$ 235.80	\$ 235.65	-0.06%
1.5 yd., 4 X week	\$ 314.39	\$ 314.19	-0.06%
1.5 yd., 5 X week	\$ 392.98	\$ 392.73	-0.06%
1.5 yd., 6 X week	\$ 471.57	\$ 471.27	-0.06%
1.5 yd., 7 X week	\$ 550.17	\$ 549.82	-0.06%
2 yd., 1 X week	\$ 80.56	\$ 80.51	-0.06%
2 yd., 2 X week	\$ 161.09	\$ 160.99	-0.06%
2 yd., 3 X week	\$ 241.66	\$ 241.51	-0.06%
2 yd., 4 X week	\$ 322.20	\$ 321.99	-0.06%
2 yd., 5 X week	\$ 402.76	\$ 402.51	-0.06%
2 yd., 6 X week	\$ 483.30	\$ 482.99	-0.06%
2 yd., 7 X week	\$ 563.86	\$ 563.50	-0.06%
3 yd., 1 X week	\$ 85.45	\$ 85.39	-0.06%
3 yd., 2 X week	\$ 170.88	\$ 170.78	-0.06%
3 yd., 3 X week	\$ 256.33	\$ 256.17	-0.06%
3 yd., 4 X week	\$ 341.76	\$ 341.54	-0.06%
3 yd., 5 X week	\$ 427.20	\$ 426.93	-0.06%
3 yd., 6 X week	\$ 512.63	\$ 512.31	-0.06%
3 yd., 7 X week	\$ 598.07	\$ 597.69	-0.06%
4 yd., 1 X week	\$ 103.19	\$ 103.12	-0.06%
4 yd., 2 X week	\$ 206.35	\$ 206.22	-0.06%
4 yd., 3 X week	\$ 309.55	\$ 309.35	-0.06%
4 yd., 4 X week	\$ 412.73	\$ 412.47	-0.06%
4 yd., 5 X week	\$ 515.93	\$ 515.60	-0.06%
4 yd., 6 X week	\$ 619.10	\$ 618.71	-0.06%
4 yd., 7 X week	\$ 722.29	\$ 721.83	-0.06%
6 yd., 1 X week	\$ 132.60	\$ 132.51	-0.06%
6 yd., 2 X week	\$ 265.18	\$ 265.01	-0.06%
6 yd., 3 X week	\$ 397.78	\$ 397.52	-0.06%
6 yd., 4 X week	\$ 530.37	\$ 530.04	-0.06%
6 yd., 5 X week	\$ 662.96	\$ 662.54	-0.06%
6 yd., 6 X week	\$ 795.56	\$ 795.06	-0.06%
6 yd., 7 X week	\$ 928.16	\$ 927.57	-0.06%

PROPOSED MAXIMUM DROP-BOX HAUL CHARGES

BERTOLOTTI DISPOSAL - FRANCHISE AREA #1

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
10 - 19 yrd.	\$ 158.44	\$ 159.40	0.60%
20 - 29 yrd.	\$ 209.11	\$ 210.37	0.60%
30 yrd. & up	\$ 247.91	\$ 249.41	0.60%

GILTON SOLID WASTE MANAGEMENT - FRANCHISE AREA #2

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
10 - 19 yrd.	\$ 164.67	\$ 164.99	0.20%
20 - 29 yrd.	\$ 215.59	\$ 216.01	0.20%
30 yrd. & up	\$ 255.67	\$ 256.17	0.20%

TURLOCK SCAVENGER - FRANCHISE AREA #3

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
10 - 19 yrd.	\$ 199.00	\$ 199.82	0.41%
20 - 29 yrd.	\$ 199.00	\$ 199.82	0.41%
30 yrd. & up	\$ 199.00	\$ 199.82	0.41%

TURLOCK SCAVENGER - FRANCHISE AREA #4

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
10 - 19 yrd.	\$ 149.85	\$ 150.43	0.39%
20 - 29 yrd.	\$ 196.95	\$ 197.71	0.39%
30 yrd. & up	\$ 233.33	\$ 234.24	0.39%

THESE ARE FOR FRANCHISE AREA #3 ONLY

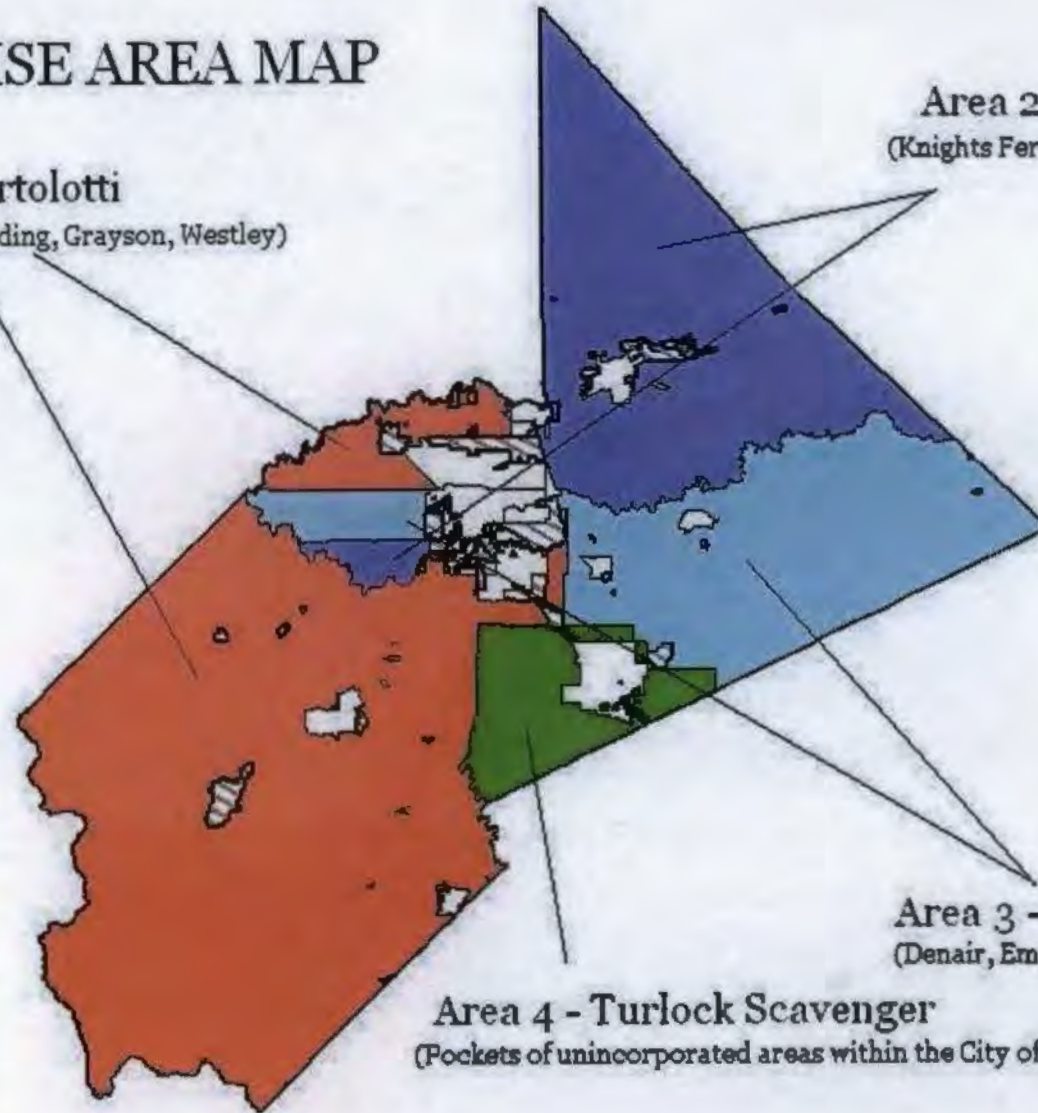
SPECIAL SERVICES - RESIDENTIAL "SPECIALS" & COMMERCIAL BINS

Service	Current Rates ('14-'15)	Proposed Rates ('15-'16)	Net Change (Current vs. Proposed)
3 yrd. Bin	\$80.21	\$80.32	0.14%
4 yrd. Bin	\$87.50	\$87.62	0.14%
6 yrd. Bin	\$94.79	\$94.92	0.14%

FRANCHISE AREA MAP

Area 1 - Bertolotti
(Salida, Keyes, Crows Landing, Grayson, Westley)

Area 2 - Gilton
(Knights Ferry, Valley Home)



Area 3 - Turlock Scavenger
(Denair, Empire, Hickman, La Grange)

Area 4 - Turlock Scavenger
(Pockets of unincorporated areas within the City of Turlock)

Proposed Maximum Refuse Collection Rates 2015-2016

Jami Aggers, Director

Merry Mayhew, Assistant Director

Department of Environmental Resources

June 30, 2015

Background

- The unincorporated portions of Stanislaus County are divided into four separate franchise areas, each of which contain a mixture of residential, commercial and drop box customers.

Background (cont'd.)

- In exchange for franchise fees, the franchise hauler receives the exclusive right to the residential and commercial accounts within their respective area.
- Stanislaus County retains the ability to regulate the haulers and set maximum refuse and haul rates.

Background (cont'd.)

- Staff worked with HF&H and the franchise companies to develop new “base” rates for refuse collection.
- On June 18, 2013, the Board adopted the new base rates that went into effect on July 1, 2013.

Background (cont'd.)

- For four consecutive years, these rates may only increase or decrease by the change in a series of price indexes.
- This is the second year of the index-based adjustments.

Rate Adjustment Components

RATE COMPONENT	% CHANGE
Labor Component	+1.07%
Fuel Component	-7.67%
Collections Component	+1.18%
FRLF Disposal Component	-21.21%
SRRF Disposal Component	-.39%
Transfer Component	0%
Interest Component	0%
Franchise Fee Component	n/c
Other Fees Component	n/c

Proposed Residential Rate Adjustments

- 24,098 subscribers to weekly service
 - 44% will see a .57% increase
 - 21% will see a .25% increase
 - 29% will see a .27% increase
 - 6% will see a .02% increase

Residential Basic Cart Service*

	Current Rates	Proposed Rates
Bertolotti Disposal (Area 1)	\$24.43	\$24.57
Gilton Solid Waste (Area 2)	\$20.68	\$20.73
Turlock Scavenger (Area 3)	\$22.76	\$22.82
Turlock Scavenger (Area 4)	\$22.77	\$22.78

*One 90-gallon cart service is the most common service for all four companies

Proposed Commercial Rate Adjustments

- 2,938 commercial bins in service
 - 41% will see a .51% increase
 - 20% will see a .18% increase
 - 26% will see a .14% increase
 - 13% will see a .06% decrease

2-yrd. Commercial Bin Service*

Current Rates

Proposed Rates

Bertolotti Disposal (Area 1)	\$88.80	\$89.25
Gilton Solid Waste (Area 2)	\$85.70	\$85.85
Turlock Scavenger (Area 3)	\$72.19	\$72.30
Turlock Scavenger (Area 4)	\$80.56	\$80.51

*2-yard service 1X/wk. is the most common service for all four companies

Proposed Drop Box Rate Adjustments

- Requests for service are as-needed
 - All haul charges will increase by .20% to .60%

Proposed 20-29 yard Drop-Box Haul Charge*

	Current Rates	Proposed Rates
Bertolotti Disposal (Area 1)	\$209.11	\$210.37
Gilton Solid Waste (Area 2)	\$215.59	\$216.01
Turlock Scavenger (Area 3)	\$199.00	\$199.82
Turlock Scavenger (Area 4)	\$196.94	\$197.71

*Other Drop Box sizes include 10-19 yard service and 30 yards and up.

Turlock Area 3 Special Services

- These are the 7-day rental charges of commercial bins

Service	Current Rates (FY 14-15)	Proposed Rates (FY15-16)
3 yard bin	\$80.21	\$80.32
4 yard bin	\$87.50	\$87.62
6 yard bin	\$94.79	\$94.92

Staff Recommendation

- Approve the recommended adjustments to the Stanislaus County Franchise Maximum Rates for refuse collection services in Franchise Areas 1 - 4.

Questions?