

**MOORPARK CITY COUNCIL
AGENDA REPORT**

TO: The Honorable City Council

FROM: Mary Lindley, Parks, Recreation & Community Services Director

Prepared by: Shaun Kroes, Management Analyst *SK*

DATE: October 20, 2006 (CC meeting of November 1, 2006)

SUBJECT: Consider Resolution Updating Solid Waste Collection Fees

Discussion

This item, if approved, would make the annual adjustment to solid waste collection fees as specified in the Franchise Agreements between the City and the refuse haulers. The City reviews and updates its solid waste collection fees annually. Approved rate adjustments take effect January 1.

There are two components used in considering an increase in rates: the Consumer Price Index (CPI) and the Simi Valley Landfill tipping fees. Per the City's Franchise Agreements, the CPI factor used in the City's annual solid waste fee calculation is based on 86% of the CPI increase for all consumers in the Los Angeles Urbanized Area during the period September-September, less housing. The CPI factor for 2007 is 1.66%. The second component in the fee update is the landfill tipping fee. The County approved a landfill rate increase effective January 1, 2007. The disposal fee for discards will go up \$1.58 per ton to \$44.95, and the yard trimmings discards will go up \$0.67 per ton to \$32.38. The two components combined (CPI and landfill tipping fee) per the Franchise Agreements, results in a \$0.57 (2.41%) increase to the residential rate. Attachment "B" shows the calculation.

Based on the CPI, landfill rate, and Franchise adjustments, the City's regular residential solid waste collection rate will increase \$0.57 per month, to \$24.23, representing a 2.41% increase. The senior citizen and super recycler rates will increase \$0.38 per month to \$18.06 per month.

Monthly Rate	2006	2007	\$ Change
Residential	\$23.66	\$24.23	\$0.57
Senior/Super Recycler	\$17.68	\$18.06	\$0.38
3-CY bin once/week	\$127.70	\$131.05	\$3.35

Commercial rates will increase about 2.06% depending on the weight capacity that is factored into the rate structure for the various commercial service levels.

In addition to the consideration of the annual solid waste collection rate, staff is requesting that the Council consider establishing several new service fees. Some of the proposed fees are for new services and some for activities that currently take place. These fees are consistent with service fees charged by other jurisdictions.

Credit Card Payment Convenience Fee (By Phone): \$5.00

The fee is meant only for customers who want to pay by credit card over the phone. It is meant to encourage customers to pay their bill using other available options since this method is more labor intensive. All other payment options will remain free, which include paying online by credit card or directly through a customer's bank account, paying by check, or paying by cash if the customer wants to go into G.I. Industries or Moorpark Rubbish Disposal to pay. No customers will be "forced" to pay this fee, since there are a number of free payment options available. If approved, both G.I. Industries and Moorpark Rubbish Disposal will implement the convenience fee.

Extra Bag Pick up: \$3.00/bag or \$5.00/cart

The current "Schedule of Rates" does not allow for residents who may have one or two additional bags of trash or recyclables to be collected by the solid waste hauler. The new fee would permit residents to receive extra bag pick up on their regular trash day by calling ahead of time to request the pick up. The fee helps to cover hauler staff time used to exit the vehicle and refill the cart with the remaining bags, as well as the disposal cost of the material.

Extra Collection on Non-Scheduled Pick up Day: \$25.00

For those residents who have extra trash to be picked up and cannot wait for their regular trash day, residents would now be able to request a special pick up. This would be useful to residents who may have had a large gathering at their house and have an excessive number of trash bags from food waste, disposable plates, etc.

Residential Cart Re-delivery Fee: \$15.00

This fee is intended for those residents who have had their solid waste carts removed by the waste hauler because they have not paid for trash service. Currently, if a resident has his/her carts pulled for non-payment, the hauler must re-deliver the carts for free when they re-establish service (by paying off their debt). The only other penalty is a \$5.00/month late payment charge that the resident was charged for not paying the bill on time. The new \$15.00 charge is meant to act as a deterrent against residents not paying their solid waste bill.

Temporary Roll-off Extra Day Fee (Post 7 days, trash only): \$10.00/day
This fee is meant to reduce the number of customers who request the delivery of a roll-off, only to let it sit on the property for weeks before having it collected by the solid waste hauler. This runs the risk of leaving the waste hauler with no roll-offs for additional customers. This new fee would be applicable to roll-offs used for trash service, not recyclable materials or roll-off compactor rates (both trash and recyclables).

Temporary 3 Cubic Yard Bin Rate (Post 7 days, trash only): \$5.00/day
This fee is similar to the roll-off extra day fee listed above. As with the roll-off fee, this per-day charge would not be applicable to recyclable materials.

Permanent Customer Roll-off Extra Day Fee (Post 30 days, trash only): \$10.00/day
This fee is similar to the temporary roll-off and 3 cubic yard bin fees listed above, however, it is intended for more permanent customers, such as a large construction operation or other extended stay projects where roll-offs are necessary due to the large solid waste stream. This fee would not be applicable to roll-offs or compactors used for recycling purposes.

Solid Waste Bin Locking/Unlocking Fee: \$20.00/month
This fee would be applicable to commercial accounts that have a lock on their solid waste bin that the solid waste hauler must unlock before emptying the bin and then relock when returning the bin to its solid waste enclosure. This fee would only be applicable to those commercial accounts where the business does not want to unlock the bin on its own and then relock the bin after the bin has been emptied. This fee is meant to reduce the number of keys and lock codes that the driver carries with him/her and will reduce the amount of time that the driver must spend at each address.

All of the proposed new fees fall within the definition of Gross Revenue as defined in the Franchise Agreements and are subject to the City's Franchise Fee. Staff will return to the Council with a proposed process fee and amendment to the Franchise Agreements to address illegal roll-offs, at a future Council meeting.

The residential and commercial rate adjustments are calculated in accordance with the Franchise Agreements. The new rates would become effective January 1, 2007. Attachment "A" is the rate resolution and proposed rate sheet. Attachment "B" is a rate calculation worksheet showing the 2007 proposed solid waste collection rates in relation to the existing rates.

Honorable City Council
November 1, 2006
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STAFF RECOMMENDATION (ROLL CALL VOTE)

Adopt Resolution No. 2006-____ (2007 Solid Waste Collection Rate Resolution)

Attachments: A. – 2007 Solid Waste Collection Rate Resolution
 B. – 2007 Rate Calculation Worksheet

RESOLUTION NO. 2006-_____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MOORPARK, CALIFORNIA, UPDATING THE SOLID WASTE COLLECTION SERVICE FEE SCHEDULE AND RESCINDING RESOLUTION NO. 2005-2414

WHEREAS, the City provides residential and commercial solid waste and recycling collection services; and

WHEREAS, on September 18, 2002, the City Council granted exclusive franchise agreements with G.I. Industries and Moorpark Rubbish Disposal for the collection, transportation, recycling, and disposal of solid waste in residential and commercial – industrial areas within City limits; and,

WHEREAS, the Franchise Agreements provide for adjustments to the service fee schedule pursuant to a specified formula; and

WHEREAS, the City Council declares its intention of maintaining reasonable rates for collection, management, and disposal of solid waste and recyclables within the City limits.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MOORPARK, DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. Effective January 1, 2007, the monthly residential solid waste, recycling, and greenwaste collection rate shall be as shown in Exhibit “1”.

SECTION 2. Effective January 1, 2007, the commercial, industrial, and multi-family solid waste, recycling, and composting bin collection rates shall be as shown in Exhibit “1”.

SECTION 3. Effective January 1, 2007, the temporary bins and roll-off/drop box rates for solid waste, recycling, and composting bin services shall be as shown in Exhibit “1”.

SECTION 4. Effective January 1, 2007, the annual Solid Waste Management Fee for exemption to the required solid waste collection service shall be \$24.40.

SECTION 5. The City’s Residential Franchise Agreements Service Fee Schedules (Exhibit “F” of Residential Franchise Agreements) are hereby replaced with the attached Service Fee Schedule upon the effective date of this resolution.

SECTION 6. The City's Commercial Franchise Agreements Service Fee Schedules (Exhibit "F" of the Commercial Franchise Agreements) are hereby replaced with the attached Service Fee Schedule upon the effective date of this resolution.

SECTION 7. This resolution shall be effective January 1, 2007.

SECTION 8. This Resolution hereby rescinds Resolution 2005-2414 in its entirety upon the effective date of this resolution.

SECTION 9. The City Clerk shall certify to the adoption of the resolution and shall cause a certified resolution to be filed in the book of original Resolutions.

PASSED AND ADOPTED this 1st day of November 2006.

Patrick Hunter, Mayor

ATTEST:

Deborah S. Traffenstedt, City Clerk

Exhibit "1" Schedule of Rates

Exhibit 1
MOORPARK SOLID WASTE SERVICE FEE
Schedule of Rates
January 1, 2007

RESIDENTIAL (Single Family) Automated Service

1. Discards Collection and Disposal and Recycling and Yard Trimmings Collection

- | | | | |
|----|---|-----------------------------|-----------------------------|
| A. | Regular Full Service Rate:
Trash - 64-gallon cart
Recyclables - 64-gallon cart
Yard Trimmings - 96-gallon cart | \$24.23 /mo | |
| B. | Senior Monthly Rate:
Trash - 32-gallon cart
Recyclables - 64-gallon cart
Yard Trimmings – 64-gallon cart | \$18.06 /mo | |
| C. | Super Recycler Rate
Trash - 32-gallon cart
Recyclables - 64-gallon cart
Yard Trimmings – 64-gallon cart | \$18.06 /mo | |
| D. | Service Options | | Available to: |
| 1. | Trash cart change from 32 to 64, or 64 to 96 | \$3.00/mo | Service Level A, or E |
| 2. | Additional 64 gallon trash cart | \$5.00/mo | Service Level A |
| 3. | Additional 96 gallon trash cart | \$8.00/mo | Service Level A |
| 4. | Additional 96 gallon yard trimmings cart | \$3.00/mo | Service Level A |
| 5. | Recycle cart exchange from 64 to 96 | \$1.00/mo | Service Level A, B, C, or E |
| 6. | Additional 64 gallon recycle cart | \$2.50/mo | Service Level A |
| 7. | Additional 96 gallon recycle cart | \$3.00/mo | Service Level A |
| 8. | Recycle Cart change from 64 to 32, no rate change | | Service Level A, B, C, or E |
| E. | Limited Service w/o Yard Trimmings
Trash - 32-gallon cart
Recyclables - 64-gallon cart
No yard trimmings service | \$17.13 /mo | |
| F. | Service Changes
Customer service level changes: | \$5.00 per request | |
| G. | Additional Charges
Move In / Move Out Service Rate:
Additional Bulky Item Pickup: | \$15.00
\$25.00 per item | |

MOORPARK SOLID WASTE SERVICE FEE
 Schedule of Rates
 January 1, 2007

COMMERCIAL (Dumpster Bin Service)

2. Discard Bin Rates

A. Monthly Rates for one (1) 1.5 cubic yard bin with following pickups per week:

1 time a week	\$114.52		
2 times a week	\$199.75		
3 times a week	\$285.01		
Non contracted 1.5 cubic yard pickup:		\$43.99	
Compacted 1.5 cubic yard pickup:		2 X weekly pickup rate	

B. Monthly Rates for one (1) 3.0 cubic yard bin with following pickups per week:

1 time a week	\$131.05	4 times a week	\$436.32
2 times a week	\$232.79	5 times a week	\$538.07
3 times a week	\$334.57	6 times a week	\$639.83
Non contracted 3 cubic yard pickup:		\$51.86	
Compacted 3 cubic yard pickup:		2 X weekly pickup rate	

C. Monthly Rates for one (1) 4.0 cubic yard bin with following pickups per week:

1 time a week	\$146.64	4 times a week	\$498.69
2 times a week	\$263.98	5 times a week	\$616.02
3 times a week	\$381.32	6 times a week	\$733.38
Non contracted 4 cubic yard pickup:		\$59.37	
Compacted 4 cubic yard pickup:		2 X weekly pickup rate	

3. Recycling / Composting Bin Rates

A. Monthly Rates for one (1) 1.5 cubic yard bin with following pickups per week:

1 time a week	\$54.96	4 times a week	\$219.92
2 times a week	\$109.99	5 times a week	\$274.92
3 times a week	\$164.94	6 times a week	\$329.88
Non contracted 1.5 cubic yard pickup:		\$18.13	

B. Monthly Rates for one (1) 3.0 cubic yard bin with following pickups per week:

1 time a week	\$68.71	4 times a week	\$274.92
2 times a week	\$137.48	5 times a week	\$343.62
3 times a week	\$206.18	6 times a week	\$412.38
Non contracted 3 cubic yard pickup:		\$22.68	

C. Monthly Rates for one (1) 4.0 cubic yard bin with following pickups per week:

1 time a week	\$83.75	4 times a week	\$329.87
2 times a week	\$164.94	5 times a week	\$412.38
3 times a week	\$247.39	6 times a week	\$494.85
Non contracted 4 cubic yard pickup:		\$27.64	

MOORPARK SOLID WASTE SERVICE FEE
Schedule of Rates
January 1, 2007

Additional Services

4. Temporary Bins / Roll-Off Drop Boxes

A. Temporary 3 Cubic Yard Bin Rate:	\$96.21
B. Redelivery and Reinstatement Rate:	\$29.18
C. Roll-Off Disposal Rate:	\$184.19 + Landfill/Recycling Fee
D. Roll-Off Recycling Rate:	\$184.19 market value negotiable
E. Roll-Off Compactor Rate:	\$368.36 + Landfill/Recycling Fee
F. Roll-Off Recycling Compactor Rate:	\$368.36 market value negotiable

5. Miscellaneous

A. "Hard to Service" Vehicle Usage Rate:	No Charge
B. "Hard to Service" Bin Moving Rate:	No Charge
C. Special Bin Lids (Locking/CBL) Rate:	\$30.00 (One-Time Fee)
D. Deodorizing/Replacing Bin Rate:	No Charge Once Per Year
E. Additional Deodorize/Replace Bins:	\$30.00
F. Charge For Returned Checks:	\$15.00
G. Charge For Delinquent Payments:	\$5.00
H. Franchise Transfer Fee	\$55,063.17
I. Credit Card Payment Convenience Fee (by phone):	\$5.00
J. Extra Bag Pick up:	\$3.00/bag or, \$5.00/cart
K. Extra Collection on Non-Scheduled Pick Up Day:	\$25.00
L. Residential Cart Re-delivery Fee:	\$15.00
M. Temporary Roll-off Extra Day Fee (post 7 days, trash only):	\$10.00/day
N. Temporary 3 Cubic Yard Bin Rate (post 7 days, trash only):	\$5.00/day
O. Permanent Customer Roll-off Extra Day Fee (post 30 days, trash only):	\$10.00/day
P. Solid Waste Bin Locking/Unlocking Fee:	\$20.00/month

Attachment "B"

SOLID WASTE SERVICE FEE ADJUSTMENT WORKSHEET

DATED January 1, 2007

Automated Service Residential Rate Calculation	2006 Total Rate	2006 Franchise Fee	2006 AB 939 Fee	2006 Hauler Rate	2007 CPI Increase	2007 Landfill Increase		2007 Hauler Rate	2007 Franchise Fee (5%)	2007 AB 939	2007 Total Rate	Change	
						Yard Waste	Discards					\$	%
A. Single Family Service	\$23.66	\$1.12	\$1.20	\$21.34	\$0.35	\$0.04	\$0.15	\$21.88	\$1.15	\$1.20	\$24.23	\$0.57	2.41%
B. Senior Citizen Rate	\$17.68	\$0.83	\$1.14	\$15.71	\$0.26	\$0.03	\$0.07	\$16.07	\$0.85	\$1.14	\$18.06	\$0.38	2.15%
C. Super Recycler Rate	\$17.68	\$0.83	\$1.14	\$15.71	\$0.26	\$0.03	\$0.07	\$16.07	\$0.85	\$1.14	\$18.06	\$0.38	2.15%
D. Limited Service (w/o yard) approval required	\$16.79	\$0.78	\$1.14	\$14.87	\$0.25		\$0.07	\$15.19	\$0.80	\$1.14	\$17.13	\$0.34	2.03%

Commercial Discards

B. One (1) 3.0 cubic yard bin with following pickups per week:

		2006 Total Rate	FF (16%)	2006 Hauler Rate	2007 CPI Increase	LF	2007 Hauler Rate	Franchise Fee (16%)	2007 Total Rate	\$	%
3	1 x week	\$127.70	\$20.43	\$107.27	\$1.78	\$1.03	\$110.08	\$20.97	\$131.05	\$3.35	2.62%
	2 x week	\$226.58	\$36.25	\$190.33	\$3.16	\$2.05	\$195.54	\$37.25	\$232.79	\$6.21	2.74%
	3 x week	\$325.50	\$52.08	\$273.42	\$4.54	\$3.08	\$281.04	\$53.53	\$334.57	\$9.07	2.79%
	4 x week	\$424.39	\$67.90	\$356.49	\$5.92	\$4.10	\$366.51	\$69.81	\$436.32	\$11.93	2.81%
	5 x week	\$523.27	\$83.72	\$439.55	\$7.30	\$5.13	\$451.98	\$86.09	\$538.07	\$14.80	2.83%
	6 x week	\$622.18	\$99.55	\$522.63	\$8.67	\$6.16	\$537.46	\$102.37	\$639.83	\$17.65	2.84%

Moorpark	Rate	Difference	
		%	\$
1993	\$ 17.05		
1994	\$ 17.22	1.0%	\$ 0.17
1995	\$ 17.40	1.0%	\$ 0.18
1996*	\$ 16.30	-6.3%	\$ (1.10)
1997	\$ 17.12	5.0%	\$ 0.82
1998	\$ 17.33	1.2%	\$ 0.21
1999	\$ 17.51	1.0%	\$ 0.18
2000	\$ 17.87	2.1%	\$ 0.36
2001	\$ 18.49	3.5%	\$ 0.62
2002	\$ 19.06	3.1%	\$ 0.57
2003**	\$ 21.05	10.4%	\$ 1.99
2003	\$ 21.41	1.7%	\$ 0.36
2004	\$ 21.84	2.0%	\$ 0.79
2005	\$ 22.47	2.9%	\$ 1.06
2006	\$ 23.66	5.3%	\$ 1.19
2007	\$ 24.23	2.4%	\$ 0.57

* franchise agreement adjustment

** automated service implementation

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