

BURRTEC

WASTE & RECYCLING SERVICES

"We'll Take Care Of It"

May 18, 2015

Ms. Deanna Pressgrove
Environmental Conservation Manager
City of Cathedral City
68-700 Avenida Lalo Guerrero
Cathedral City, CA 92234

RE: 2015 Rate Adjustment

Dear Ms. Pressgrove.

Please find the attached rate sheets for your review and approval. There will be service increase for 2015/2016.

It is anticipated that Riverside County Waste Management Department will approve a 6.09% disposal increase. The rate will go from \$41.70 to \$44.24 a ton.

I am available at your convenience to discuss the rate adjustment request.

Sincerely,

Mike Veto
Director of Municipal Services

Burrtec Waste & Recycling Services LLC

Rate Adjustments Effective 7/1/2015

Cathedral City

Residential Rates

Rates Effective 7/1/2015							
Refuse Collection Component	Disposal Component	12% Franchise Fee	12% Environ. Fee	Sub-Total	3% Utility Users Tax (Note 2)	Total Monthly Rate	
Single Family Residence							
Tax Roll Rate	\$ 7.22	\$ 4.28	\$ 1.82	\$ 15.14	\$ 0.45	\$ 15.59	
Yard Service in Addition to Tax Roll	\$ 5.36	\$ -	\$ 0.85	\$ 7.06	\$ 0.21	\$ 7.27	
Yard Service	\$ 14.29	\$ 4.28	\$ 2.93	\$ 24.43	\$ 0.73	\$ 25.16	
Automated Curb-side	\$ 8.93	\$ 4.28	\$ 2.09	\$ 17.39	\$ 0.52	\$ 17.91	
Gated Curb-side	\$ 8.93	\$ 4.28	\$ 2.09	\$ 17.39	\$ 0.52	\$ 17.91	
Gated Yard Service	\$ 14.29	\$ 4.28	\$ 2.93	\$ 24.43	\$ 0.73	\$ 25.16	
Additional Automated Curb-side Can, per month	\$ 6.63	\$ -	\$ 1.05	\$ 8.73	\$ 0.26	\$ 8.99	
Multi Family Dwelling-Central Location, Billing, and Year-round Service: All Units							
Multi Family Dwelling-Non-Central Location							
Curb-side	\$ 9.13	\$ 4.28	\$ 2.12	\$ 17.65	\$ 0.53	\$ 18.18	
Each Additional	\$ 5.56	\$ 4.28	\$ 1.55	\$ 12.94	\$ 0.39	\$ 13.33	
Yard	\$ 14.65	\$ 4.28	\$ 2.99	\$ 24.91	\$ 0.75	\$ 25.66	
Each Additional	\$ 9.31	\$ 4.28	\$ 2.15	\$ 17.89	\$ 0.54	\$ 18.43	
Multi Family Dwelling-Non-Central Location							
Curb-side	\$ 12.31	\$ 4.28	\$ 2.62	\$ 21.83	\$ 0.65	\$ 22.48	
Each Additional	\$ 5.56	\$ 4.28	\$ 1.55	\$ 12.94	\$ 0.39	\$ 13.33	
Yard	\$ 14.65	\$ 4.28	\$ 2.99	\$ 24.91	\$ 0.75	\$ 25.66	
Each Additional	\$ 9.30	\$ 4.28	\$ 2.14	\$ 17.86	\$ 0.54	\$ 18.40	
Condominiums, Country Clubs							
Year-round Central Billing							
Curb-side	\$ 7.73	\$ 4.28	\$ 1.90	\$ 15.81	\$ 0.47	\$ 16.28	
Yard	\$ 9.87	\$ 4.28	\$ 2.23	\$ 18.61	\$ 0.56	\$ 19.17	
Mobile Home Parks							
Curb-side	\$ 6.43	\$ 4.28	\$ 1.69	\$ 14.09	\$ 0.42	\$ 14.51	
Yard	\$ 11.10	\$ 4.28	\$ 2.43	\$ 20.24	\$ 0.61	\$ 20.85	
Additional Fees							
New Start	\$ 7.37	\$ -	\$ 1.16	\$ 9.69	\$ 0.29	\$ 9.98	
Re-Start	\$ 19.68	\$ -	\$ 3.11	\$ 25.90	\$ 0.78	\$ 26.68	
Special Pick-Up	\$ 61.57	\$ -	\$ 9.72	\$ 81.01	\$ 2.43	\$ 83.44	
Returned Check Fee	\$ 12.21	\$ -	\$ 1.93	\$ 16.07	\$ 0.48	\$ 16.55	
Residential Cart Replacement	\$ 52.40	\$ -	\$ 8.27	\$ 68.94	\$ 2.07	\$ 71.01	

Note 1 - Franchise Fee & Envir Fee = (Total Rate less UUT) x 12%

Note 2 - UUT Fee = Sub-Total Rate x 3%

\$ 41.70

Cathedral City

Tip Fee - New

\$ 44.24

Rate Adjustments Effective 7/1/2015

Change

\$ 2.54

% Change - Disposal

6.09%

Rolloff Rates

Rates Eff 7/1/2015								
Service	Disposal	12%		City		3%		Total Monthly Rate
		Franchise Fee	Environ Fee	Sub-total	Utility Users Tax			
(Note 1)								
(Note 2)								
Permanent Rolloff								
Service Rate (4 Pull Minimum)								
20 Yards	\$ 421.00	\$ -	\$ 57.41	\$ -	\$ 478.41	\$ 14.35	\$ 492.76	\$ 492.76
30 Yards	\$ 595.03	\$ -	\$ 81.14	\$ -	\$ 676.17	\$ 20.29	\$ 696.46	\$ 696.46
40 Yards	\$ 704.41	\$ -	\$ 96.06	\$ -	\$ 800.47	\$ 24.01	\$ 824.48	\$ 824.48
Permanent Rolloff								
Per Pull Rate (After 4 Pulls)								
20 Yards	\$ 105.25	\$ -	\$ 14.35	\$ -	\$ 119.60	\$ 3.59	\$ 123.19	\$ 123.19
30 Yards	\$ 148.76	\$ -	\$ 20.29	\$ -	\$ 169.05	\$ 5.07	\$ 174.12	\$ 174.12
40 Yards	\$ 176.11	\$ -	\$ 24.02	\$ -	\$ 200.13	\$ 6.00	\$ 206.13	\$ 206.13
Compactor								
Service Rate Per Pull								
20 Yards	\$ 315.74	\$ -	\$ 43.06	\$ -	\$ 358.80	\$ 10.76	\$ 369.56	\$ 369.56
30 Yards	\$ 446.27	\$ -	\$ 60.86	\$ -	\$ 507.13	\$ 15.21	\$ 522.34	\$ 522.34
40 Yards	\$ 528.31	\$ -	\$ 72.04	\$ -	\$ 600.35	\$ 18.01	\$ 618.36	\$ 618.36
Per Ton Disposal Fees								
	\$ -	\$ 44.24	\$ 8.57	\$ 18.59	\$ 71.40	\$ 2.14	\$ 73.54	\$ 73.54
Additional Fees								
New Start	\$ 7.48	\$ -	\$ 1.02	\$ -	\$ 8.50	\$ 0.26	\$ 8.76	\$ 8.76
Re-Start	\$ 19.98	\$ -	\$ 2.72	\$ -	\$ 22.70	\$ 0.68	\$ 23.38	\$ 23.38
Delivery	\$ 16.88	\$ -	\$ 2.30	\$ -	\$ 19.18	\$ 0.58	\$ 19.76	\$ 19.76
Relocation	\$ 38.80	\$ -	\$ 5.29	\$ -	\$ 44.09	\$ 1.32	\$ 45.41	\$ 45.41
Extra Trip	\$ 53.65	\$ -	\$ 7.32	\$ -	\$ 60.97	\$ 1.83	\$ 62.80	\$ 62.80
RePaint	\$ 273.46	\$ -	\$ 37.29	\$ -	\$ 310.75	\$ 9.32	\$ 320.07	\$ 320.07
Concrete Washout Pump	\$ 95.08	\$ -	\$ 12.97	\$ -	\$ 108.05	\$ 3.24	\$ 111.29	\$ 111.29
Note 1 - Franchise Fee= (Total Rate less UUT) x 12%								
Note 2 - UUT Fee = Sub-Total Rate x 3%								

Burrtec Waste & Recycling Services LLC MSW Tip Fee - Current \$ 41.70
Rate Adjustments Effective 7/1/2015 MSW Tip Fee - New \$ 44.24
Cathedral City Change \$ 2.54
% Change - Disposal 6.09%

Commercial Rates

Rates Eff 7/1/2015									
12%			12%			3%		Total	
Franchise		Disposal	Environ		Sub-Total	Utility		Monthly	Rate
Service	Fee		Fee	Environ		Users Tax	Rate		
(Note 1)									
(Note 2)									

5 x per week	\$	508.54	\$	386.26	\$	141.28	\$	141.28	\$	1,177.36	\$	35.32	\$	1,212.68	2.5%
6 x per week	\$	599.00	\$	463.76	\$	167.80	\$	167.80	\$	1,398.36	\$	41.95	\$	1,440.31	2.6%

2 yd Compactor Bin - added (bin rate * 2)

1 x per week	\$	168.63	\$	76.17	\$	38.65	\$	38.65	\$	322.10	\$	9.66	\$	331.76	1.8%
2 x per week	\$	294.72	\$	153.03	\$	70.70	\$	70.70	\$	589.15	\$	17.67	\$	606.82	2.0%
3 x per week	\$	412.65	\$	230.01	\$	101.47	\$	101.47	\$	845.60	\$	25.37	\$	870.97	2.1%
4 x per week	\$	532.47	\$	306.93	\$	132.54	\$	132.54	\$	1,104.48	\$	33.13	\$	1,137.61	2.1%
5 x per week	\$	655.26	\$	376.02	\$	162.83	\$	162.83	\$	1,356.94	\$	40.71	\$	1,397.65	2.1%
6 x per week	\$	771.12	\$	460.92	\$	194.53	\$	194.53	\$	1,621.10	\$	48.63	\$	1,669.73	2.2%

3 yd Compactor Bin - added

1 x per week	\$	203.37	\$	115.02	\$	50.27	\$	50.27	\$	418.93	\$	12.57	\$	431.50	2.1%
2 x per week	\$	348.63	\$	231.06	\$	91.53	\$	91.53	\$	762.75	\$	22.88	\$	785.63	2.3%
3 x per week	\$	491.97	\$	347.10	\$	132.48	\$	132.48	\$	1,104.03	\$	33.12	\$	1,137.15	2.4%
4 x per week	\$	626.01	\$	463.35	\$	172.00	\$	172.00	\$	1,433.36	\$	43.00	\$	1,476.36	2.5%
5 x per week	\$	762.81	\$	579.39	\$	211.93	\$	211.93	\$	1,766.06	\$	52.98	\$	1,819.04	2.5%
6 x per week	\$	898.50	\$	695.64	\$	251.71	\$	251.71	\$	2,097.56	\$	62.93	\$	2,160.49	2.6%

4 yd Compactor Bin - added

1 x per week	\$	285.12	\$	153.15	\$	69.20	\$	69.20	\$	576.67	\$	17.30	\$	593.97	2.0%
2 x per week	\$	423.03	\$	308.82	\$	115.56	\$	115.56	\$	962.97	\$	28.89	\$	991.86	2.5%
3 x per week	\$	578.16	\$	464.19	\$	164.58	\$	164.58	\$	1,371.51	\$	41.15	\$	1,412.66	2.6%
4 x per week	\$	733.77	\$	619.53	\$	213.68	\$	213.68	\$	1,780.66	\$	53.42	\$	1,834.08	2.7%
5 x per week	\$	889.11	\$	774.90	\$	262.74	\$	262.74	\$	2,189.49	\$	65.68	\$	2,255.17	2.7%
6 x per week	\$	1,024.26	\$	930.57	\$	308.66	\$	308.66	\$	2,572.15	\$	77.16	\$	2,649.31	2.8%

6 yd Compactor Bin - added

1 x per week	\$	406.74	\$	230.04	\$	100.54	\$	100.54	\$	837.86	\$	25.14	\$	863.00	2.1%
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ADDITIONAL CHARGES

2 yd Bin - Extra Empty	\$	35.17	\$	-	\$	5.55	\$	5.55	\$	46.27	\$	1.39	\$	47.66	0.0%
3 yd Bin - Extra Empty	\$	49.02	\$	-	\$	7.74	\$	7.74	\$	64.50	\$	1.94	\$	66.44	0.0%
4 yd Bin - Extra Empty	\$	69.98	\$	-	\$	11.05	\$	11.05	\$	92.08	\$	2.76	\$	94.84	0.0%
6 yd Bin - Extra Empty	\$	98.04	\$	-	\$	15.48	\$	15.48	\$	129.00	\$	3.87	\$	132.87	0.0%

OTHER FEES

New Start Fee	\$	7.49	\$	-	\$	1.18	\$	1.18	\$	9.85	\$	0.30	\$	10.15	0.0%
Re-Start Fee	\$	19.97	\$	-	\$	3.15	\$	3.15	\$	26.27	\$	0.79	\$	27.06	0.0%

Delivery Fee	\$	16.88	\$	-	\$	2.67	\$	2.67	\$	22.22	\$	0.67	\$	22.89	0.0%
Pull-Out (monthly with flat rate, per 1 bin 1x/wk for 4 wks)	\$	32.43	\$	-	\$	5.12	\$	5.12	\$	42.67	\$	1.28	\$	43.95	0.0%
Locking Container	\$	65.16	\$	-	\$	10.29	\$	10.29	\$	85.74	\$	2.57	\$	88.31	0.0%
Replacement Locking Bar	\$	42.84	\$	-	\$	6.76	\$	6.76	\$	56.36	\$	1.69	\$	58.05	0.0%
Monthly with flat rate.)	\$	32.43	\$	-	\$	5.12	\$	5.12	\$	42.67	\$	1.28	\$	43.95	0.0%
3-Yd Construction/Temp BIN (per lift)	\$	123.57	\$	-	\$	19.51	\$	19.51	\$	162.59	\$	4.88	\$	167.47	0.0%
4-Yd Construction/Temp BIN (per lift)	\$	149.21	\$	-	\$	23.56	\$	23.56	\$	196.33	\$	5.89	\$	202.22	0.0%
Extra Trip Charge	\$	29.02	\$	-	\$	4.58	\$	4.58	\$	38.18	\$	1.15	\$	39.33	0.0%
Day charge > than 7 days	\$	17.85	\$	-	\$	2.82	\$	2.82	\$	23.49	\$	0.70	\$	24.19	0.0%
Construction/Temp Extra Trip Charge	\$	40.74	\$	-	\$	6.43	\$	6.43	\$	53.60	\$	1.61	\$	55.21	0.0%
Saturday charge per bin (min service - 4 days/wk)*	\$	32.73	\$	-	\$	5.17	\$	5.17	\$	43.07	\$	1.29	\$	44.36	0.0%
Re-Paint*	\$	90.77	\$	-	\$	14.33	\$	14.33	\$	119.43	\$	3.58	\$	123.01	0.0%
Commercial Barrel Service	\$	16.30	\$	-	\$	2.57	\$	2.57	\$	21.44	\$	0.64	\$	22.08	0.0%

Note 1 - Franchise Fee & Envir Fee = (Total Rate less UUT) x 12%

Note 2 - UUT Fee = Sub-Total x 3%

Burrtec Waste & Recycling Services LLC
Rate Adjustments Effective 7/1/2015
Cathedral City

Commercial Recycling Rates

Rates Eff 7/1/2015 (50% of Trash Rate)									
	12% Franchise		12 %City Environ			3% Utility		Total Monthly	
Service	Fee		Fee		Sub-total	Users Tax		Rate	%
	Note1		Note1			Note2			
2 yd Bin									
1 x per week	\$ 40.80	\$ 6.44	\$ 6.44	\$ 53.68	\$ 1.61	\$ 55.29	1.8%		
2 x per week	\$ 74.61	\$ 11.79	\$ 11.79	\$ 98.19	\$ 2.95	\$ 101.14	2.0%		
3 x per week	\$ 107.11	\$ 16.91	\$ 16.91	\$ 140.93	\$ 4.23	\$ 145.16	2.1%		
4 x per week	\$ 139.90	\$ 22.09	\$ 22.09	\$ 184.08	\$ 5.52	\$ 189.60	2.1%		
5 x per week	\$ 171.88	\$ 27.14	\$ 27.14	\$ 226.16	\$ 6.79	\$ 232.95	2.1%		
6 x per week	\$ 205.34	\$ 32.42	\$ 32.42	\$ 270.18	\$ 8.11	\$ 278.29	2.2%		
3 yd Bin									
1 x per week	\$ 53.06	\$ 8.38	\$ 8.38	\$ 69.82	\$ 2.10	\$ 71.92	2.1%		
2 x per week	\$ 96.60	\$ 15.26	\$ 15.26	\$ 127.12	\$ 3.82	\$ 130.94	2.3%		
3 x per week	\$ 139.85	\$ 22.08	\$ 22.08	\$ 184.01	\$ 5.52	\$ 189.53	2.4%		
4 x per week	\$ 181.55	\$ 28.67	\$ 28.67	\$ 238.89	\$ 7.17	\$ 246.06	2.5%		
5 x per week	\$ 223.70	\$ 35.32	\$ 35.32	\$ 294.34	\$ 8.83	\$ 303.17	2.5%		
6 x per week	\$ 265.69	\$ 41.95	\$ 41.95	\$ 349.59	\$ 10.49	\$ 360.08	2.6%		
4 yd Bin									
1 x per week	\$ 73.03	\$ 11.54	\$ 11.54	\$ 96.11	\$ 2.89	\$ 99.00	2.1%		
2 x per week	\$ 121.97	\$ 19.26	\$ 19.26	\$ 160.49	\$ 4.82	\$ 165.31	2.5%		
3 x per week	\$ 173.73	\$ 27.43	\$ 27.43	\$ 228.59	\$ 6.86	\$ 235.45	2.6%		
4 x per week	\$ 225.54	\$ 35.62	\$ 35.62	\$ 296.78	\$ 8.91	\$ 305.69	2.7%		
5 x per week	\$ 277.33	\$ 43.79	\$ 43.79	\$ 364.91	\$ 10.95	\$ 375.86	2.7%		
6 x per week	\$ 325.80	\$ 51.45	\$ 51.45	\$ 428.70	\$ 12.86	\$ 441.56	2.8%		
6 yd Bin									
1 x per week	\$ 106.12	\$ 16.76	\$ 16.76	\$ 139.64	\$ 4.19	\$ 143.83	2.1%		
2 x per week	\$ 193.23	\$ 30.51	\$ 30.51	\$ 254.25	\$ 7.63	\$ 261.88	2.3%		
3 x per week	\$ 279.69	\$ 44.16	\$ 44.16	\$ 368.01	\$ 11.04	\$ 379.05	2.4%		
4 x per week	\$ 363.11	\$ 57.34	\$ 57.34	\$ 477.79	\$ 14.34	\$ 492.13	2.5%		
5 x per week	\$ 447.40	\$ 70.64	\$ 70.64	\$ 588.68	\$ 17.66	\$ 606.34	2.5%		
6 x per week	\$ 531.38	\$ 83.90	\$ 83.90	\$ 699.18	\$ 20.98	\$ 720.16	2.6%		
ADDITIONAL CHARGES									
2 yd Bin - Extra Empty	\$ 17.57	\$ 2.78	\$ 2.78	\$ 23.13	\$ 0.70	\$ 23.83	0.0%		
3 yd Bin - Extra Empty	\$ 24.51	\$ 3.87	\$ 3.87	\$ 32.25	\$ 0.97	\$ 33.22	0.0%		
4 yd Bin - Extra Empty	\$ 34.98	\$ 5.53	\$ 5.53	\$ 46.04	\$ 1.38	\$ 47.42	0.0%		
OTHER FEES									
New Start Fee	\$ 3.75	\$ 0.59	\$ 0.59	\$ 4.93	\$ 0.15	\$ 5.08	0.0%		
Re-Start Fee	\$ 9.97	\$ 1.58	\$ 1.58	\$ 13.13	\$ 0.40	\$ 13.53	0.0%		
Delivery Fee	\$ 8.43	\$ 1.34	\$ 1.34	\$ 11.11	\$ 0.34	\$ 11.45	0.0%		
for 4 wks)	\$ 16.22	\$ 2.56	\$ 2.56	\$ 21.34	\$ 0.64	\$ 21.98	0.0%		
Locking Container	\$ 32.57	\$ 5.15	\$ 5.15	\$ 42.87	\$ 1.29	\$ 44.16	0.0%		
Replacement Locking Bar	\$ 21.42	\$ 3.38	\$ 3.38	\$ 28.18	\$ 0.85	\$ 29.03	0.0%		
flat rate.)	\$ 16.22	\$ 2.56	\$ 2.56	\$ 21.34	\$ 0.64	\$ 21.98	0.0%		
Commercial Recycling Barrel 96 gal 1 X	\$ 8.14	\$ 1.29	\$ 1.29	\$ 10.72	\$ 0.32	\$ 11.04	0.0%		

SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

212



FROM: Department of Waste Resources

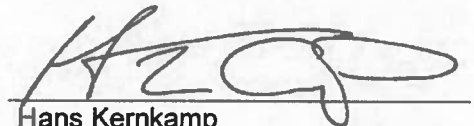
SUBMITTAL DATE:
June 8, 2015

SUBJECT: Public Hearing for Approval of Requested Gate Fee Increase at Edom Hill Transfer Station, District 4 [\$0 – Waste Enterprise Funds], Project is Exempt under California Environmental Quality Act (CEQA).

RECOMMENDED MOTION: That the Board of Supervisors:

1. Find that the Project is exempt from the California Environmental Quality Act (CEQA) pursuant to Section 15061(b)(3) (General Rule for Exemption), statutorily exempt from CEQA pursuant to Section 15273 (Rates, Tolls, Fares, and Charges), and categorically exempt from CEQA pursuant to Section 15301 (Existing Facilities); and
2. Approve the requested Edom Hill Transfer Station gate fee changes at the close of the June 16, 2015, public hearing, to be effective July 1, 2015. (continued)

Departmental Concurrence


Hans Kernkamp
General Manager-Chief Engineer

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ N/A	\$ N/A	\$ N/A	\$ N/A	Consent ☐ Policy ☒
NET COUNTY COST	\$ N/A	\$ N/A	\$ N/A	\$ N/A	
SOURCE OF FUNDS: N/A				Budget Adjustment:	
				For Fiscal Year: 14/15	

C.E.O. RECOMMENDATION:

APPROVE

BY:


Steven C. Horn

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

Positions Added
☐

Change Order
☐

A-30
☐

4/5 Vote
☐

Prev. Agn. Ref.: 12-2 (5/19/15)

District: 4

Agenda Number:

COUNTY
12-2

SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA
FORM 11: Public Hearing for Approval of Requested Gate Fee Increase at Edom Hill Transfer Station, District 4 [\$0 – Waste Enterprise Funds], CEQA Exempt.

DATE: June 8, 2015

PAGE: 2 of 3

BACKGROUND:

Summary

On May 19, 2015, the Board approved the introduction of the requested Gate Fee changes at the Edom Hill Transfer Station (EHTS) as proposed by Burrtec Recovery and Transfer in accordance with the Master Lease Agreement related to operations at the EHTS and entered into on November 5, 2002. The public hearing was set for June 16, 2015.

On November 5, 2002, the County entered into an agreement with Waste Management of the Desert (WMOD) to develop, construct, and operate a transfer station at the Edom Hill Landfill site once the landfill closed. The Edom Hill Landfill closed in November 2004 and the transfer station began operation at that time. WMOD sold their rights in the agreement to Burrtec Recovery and Transfer (Burrtec) in 2006.

The Agreement between the County and Burrtec as Lessee, states that gate fee adjustments are to be approved by the County Board of Supervisors following a public hearing. On April 8, 2015, Burrtec contacted the Waste Management Department (Department) to request a rate increase as outlined in the Agreement. Pursuant to Section 5(b) of the Agreement, the Department, on behalf of Burrtec, is presenting the request to the Board of Supervisors for consideration.

The gate fee at the Edom Hill Transfer Station is made up of four component parts. The recapture of the capital investment (i.e. the Facility Element) and the City Mitigation Fee are fixed. The Disposal Fee element is based on the long-term hauling contract that Burrtec has with the County and is scheduled to be increased effective July 1, 2015. The Operating & Transport Elements are the only components that Burrtec can increase on an annual basis.

The maximum increase allowable in any one year is equal to 80% of the percent change in the CPI for all Urban Consumers for the Los Angeles/Anaheim/Riverside Metropolitan Area as published by the United States Department of Labor, Bureau of Labor Statistics for the twelve month period ended December 31 of the year prior to the July 1 effective date. For July 1, 2015, the percent increase in the Operating and Transport element of the gate fee, based on 80% of the change in CPI on December 31, 2014 is 0.58%.

Burrtec contends that over the last 9 years, the reduced CPI formula has caused them to operate at a loss; a loss that is further compounded by labor benefits, worker's compensation, equipment and fuel cost increases that have exceeded full CPI. In order to verify Burrtec's contention, staff requested and reviewed documentation verifying Burrtec's current and historical operating costs. Additionally, Department accounting staff reviewed Burrtec's 2014 audited annual Financial Statement, which indicated that the facility is operating at a loss equating to \$2.35/ton, based on current tonnage. Burrtec is therefore requesting an Extraordinary Rate Adjustment, as allowed for under the Master Lease Agreement, to the Operating & Transport Element, to account for the historically low CPI. This would negate the need for a CPI adjustment in the coming FY, but in subsequent fiscal years Burrtec is requesting an adjustment of the current CPI formula to 100% of CPI in order to keep pace with standard annual inflation. (continued)

SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA
FORM 11: Public Hearing for Approval of Requested Gate Fee Increase at Edom Hill Transfer Station, District 4 [\$0 – Waste Enterprise Funds], CEQA Exempt.

DATE: June 8, 2015

PAGE: 3 of 3

The proposed adjustments are summarized below:

Gate Fee Components	Gate Fee per Lease Agreement July 1, 2014	Increase based on 2014 CPI *	Extraordinary Rate Adjustment	Total Proposed Gate Fee effective July 1, 2015
Facility Element	\$0.89	N/A	N/A	\$0.89
Operating Element	\$5.54	N/A	N/A	\$5.54
Transport Element	\$6.52	N/A	\$2.35	\$8.87
Disposal Fee	\$27.75	\$0.20	N/A	\$27.95
City Mitigation Fee	\$ 1.00	N/A	N/A	\$ 1.00
Total:	\$41.70	\$0.20	\$2.35	\$44.25

Staff is recommending approval of the Burrtec rate request, provided additional, no-charge services for household hazardous waste collection, tire collection and shredding services are performed by Burrtec at the facility as identified in Amendment No. 5 to the Agreement, specifically,

- Advertise and pay for four(4) additional residential Household Hazardous Waste events
- Advertise and pay for four(4) residential tire events (up to 6 bins per event)
- Advertise and pay for four(4) residential shredding events (4 legal sized boxes per customer)

Staff also recommends that the CPI adjustment be applied automatically moving forward and that only Extraordinary Rates requests be brought forward for Board approval, consistent with other vendor agreements.

Impact on Residents and Businesses

The Edom Hill Transfer Station is an essential service facility that provides a necessary outlet for solid waste in the Coachella Valley. For residential households, the proposed rate increase will result in a cost increase ranging from approximately \$0.14/month to \$0.28/month, depending on jurisdiction.

Contract History and Price Reasonableness

The lease agreement between the County and the lessee was competitively bid and awarded based largely on the gate rates proposed at that time. The gate rate proposed under this action remains one of the lowest transfer station rates in Riverside County.

California Environmental Quality Act (CEQA) Findings

The proposed rate increase and lease amendment (Project) have been reviewed and determined to be exempt from CEQA under CEQA Guidelines Section 15061(b)(3), Section 15273 (Rates, Tolls, Fares, and Charges) and Section 15301 (Existing Facilities). The proposed rate increase is for the purpose of meeting operating expenses, while the additional services contemplated in the lease involves a negligible expansion of an existing, approved use. A Notice of Exemption to this effect will be filed with the County Clerk upon Project approval.