

**REFUSE RATE ADJUSTMENT
AND OPTION FOR IMPROVED
CLEANING, LITTER CONTROL
AND TRASH REMOVAL**

Public Works Department

Consolidated Disposal Services Contract

- CDS services approximately 15,640 Single Family, 13,600 multi-family and 2000 commercial accounts
- The 7 year 8 month contract expires on June 30, 2011
- Compliance with contract
- Contractor pass thru adjustment request
- City Fees Review

Rate Adjustment Process

- **Proposition 218 Noticing**
 - Complete Costs
 - 45 Day Notice of Public Hearing
 - Rate payers can protest
- **Public Hearing on June 16, 2009**
- **Resolution sent to County of Los Angeles for property tax and Consolidated Disposal Service (CDS)**

Refuse Rate Adjustment Schedule Highlights

TASK	MONTH
City Council meeting to approve information for 45 day Notice	April
Proposed refuse rate increase information provided to Public Works Commission , Chamber of Commerce, North Redondo Beach Business Association, Riviera BID, Redondo.org, channel 8, CDS bill, required PH Notice	May
Public Hearing to consider approval of rate increase	June
New rates go into effect Submit refuse assessment information to the County of LA	July July

Refuse Rate Adjustment Request

Contractor Payment

- 2.76% increase for green waste collection for single & multi-family
- 0% recycling collection for single family and multi-family
- 1.90% increase for trash for single family
- .97 increase for trash for multi-family and commercial

Options for Noticing

- Option 1 Proposed rate adjustments for administrative and contractor costs
- Option 2 Proposed rate adjustments for litter abatement, positions, administrative and contractor costs

Option 2 for Improved Cleaning, Litter Control and Trash Removal

- **Duties of New Maintenance Worker 1:**
 - Litter abatement from parks, parkettes, medians, bike path
 - Steam removal of litter and animal waste from sidewalks in the City
- **Equipment for MW1: Pickup truck, trailer, ride on steamer/scrubber walk-behind sweeper/ scrubber**
- **Service provided by private contractor**

Option 2 Rate Adjustment Request Administration Fee Proposed Staff

Items	Costs
2 MW1 Positions	\$145,200
Pickup truck, walk-behind scrubber/sweeper, ride on scrubber sweeper, trailer and maintenance	\$92,750
Total	\$237,950

Option 1 Rate Adjustment Request Administration Fee Existing Staff

Recycle Program Revenue	\$522,840
Recycle Program Exp w/out CDS or HHW costs	\$658,604
Deficit/Surplus	(135,764)
Admin Fee Increase to Single Family/Multi-family 28,224@ \$.21 mo.	73,644
Admin Fee Increase to Commercial Accounts from 1.95% to 6.55%	65,904
New Recycle Program Revenue	662,888
Deficit/Surplus	\$2,784

Option 2 Rate Adjustment Request Administration Fee Proposed Staff

Recycle Program Revenue	\$662,388
Increased Cost of existing Option 1 prog.	\$658,604
Option 2 MW1 positions, truck, trailer, ride on scrubbers and maintenance costs	\$237,950 \$896,554
Deficit/Surplus	(234,166)
Admin Fee Increase to Single Family/Multi-family 28,224@ \$.38 mo.	\$133,261
Admin Fee Increase to Commercial Accounts from 6.55% to 14.05%	\$107,453
New Recycle Program Revenue	\$903,102
Deficit/Surplus	\$6,548

Meeting with Chamber of Commerce

- Expressed concerns with cost
- Requested phased increase
- Staff got approval to present an alternative Option 2A for City Council Approval
- Use Reserves to Purchase Equipment
- Revised Program Costs

Option 2A Rate Adjustment Request

Administration Fee Existing Staff

Recycle Program Revenue	\$523,340
Recycle Program Expenditures w/out CDS or HHW costs	\$595,878
Deficit/Surplus	(72,538)
Admin Fee Increase to Single Family/Multi-family 28,224@ \$.21 mo.	73,644
Admin Fee Increase to Commercial Accounts from 1.95% to 6.55%	65,904
New Recycle Program Revenue	662,888
Deficit/Surplus	\$67,010

Option 2A Rate Adjustment Request Administration Fee Proposed Staff

Recycle Program Revenue	\$662,888
Option 1 Increased Cost of existing...	\$595,878
Option 2 MW1 positions, truck, trailer, ride on scrubbers etc. paid by Reserve	\$145,200 \$741,078
Deficit/Surplus	(78,190)
Admin Fee Increase to Single Family/Multi-family 28,224@ \$.13 mo.	\$45,589
Admin Fee Increase to Commercial Accounts from 6.55% to 9.15%	\$37,250
New Recycle Program Revenue	\$745,727
Deficit/Surplus	\$4,649

Rate Adjustment Request

Household Hazardous Waste Fee

Hazardous Materials Revenue	\$301,030
Hazardous Materials Program Exp	345,939
Deficit/Surplus	(44,909)
HHW Fee Increase to Single Family/Multi-family 28,224@ \$.14 mo.	49,096
New Hazardous Materials Revenue	350,126
Deficit/Surplus	\$4,187

Single Family Refuse Rate Survey in South Bay Cities p/mo.

El Segundo	\$10.44
Inglewood	\$13.17
Manhattan Beach	\$13.81
Redondo Beach	Existing Rate \$13.36
Redondo Beach	Option 1 \$13.93
Redondo Beach	Option 2A \$14.06
Redondo Beach	Option 2 \$14.31
Gardena	\$15.39
Lawndale	\$15.81
Carson	\$15.92

Commercial Refuse Rate Survey in South Bay Cities w/fees p/mo

Inglewood		\$61.48
Hermosa Beach		\$90.79
Redondo Beach	Existing Rate	\$91.96
Rancho PV		\$96.36
Redondo Beach	Option 1	\$96.87
Manhattan Beach		\$98.26
Redondo Beach	Option 2A	\$99.15
Redondo Beach	Option 2	\$103.43
Gardena		\$112.48