

2022 Solid Waste, Recycling, Compost Collection Rate Review

October 18, 2021

Roxanne Murray
Solid Waste Supervisor



Annual Rate Review Process

- Council reviews and approves annually
- Rates Cover:
 - Cost of collection
 - Cost of processing and disposal
 - City Fee's
- Effective January 1st to December 31st
- City elects to follow Prop 218 process



2022 Solid Waste Rates Process Review


May 2021 Study Session – Council Direction

1. Solid waste rates should cover cost of provided services
2. Include an estimate of State Bill 1383 (SB 1383) compliance costs in proposed rates
3. Develop a one-year rate review plan for Rate Year 2022 with multi-year plan for future years
4. Rate Stabilization Fund will be utilized as needed while maintaining a minimum balance
5. Consider moving to a 5-year rate structure in 2023

Review of Cost of Services/Revenue Requirement

Solid Waste 2022 Cost and Revenue Reference	
Recology Base Compensation	\$ 14,988,500
SB 1383 New Services	\$ 450,000
Disposal and Processing Fees	\$ 7,795,566
Litter Abatement/Street Sweeping	\$ 845,281
Solid Waste/Trash Reduction Program Costs	\$ 1,076,160
Capital Project Reserve	\$ 750,000
Franchise Fee	\$ 905,548
Landfill Closure Fee	\$ 600,000
Total Revenue Requirement	\$ 27,411,055
2022 Projected Revenue with Proposed Rates	\$ 26,132,000
Projected 2022 Shortfall	\$ 1,279,055

Revenue shortfall will be made up from existing reserves.



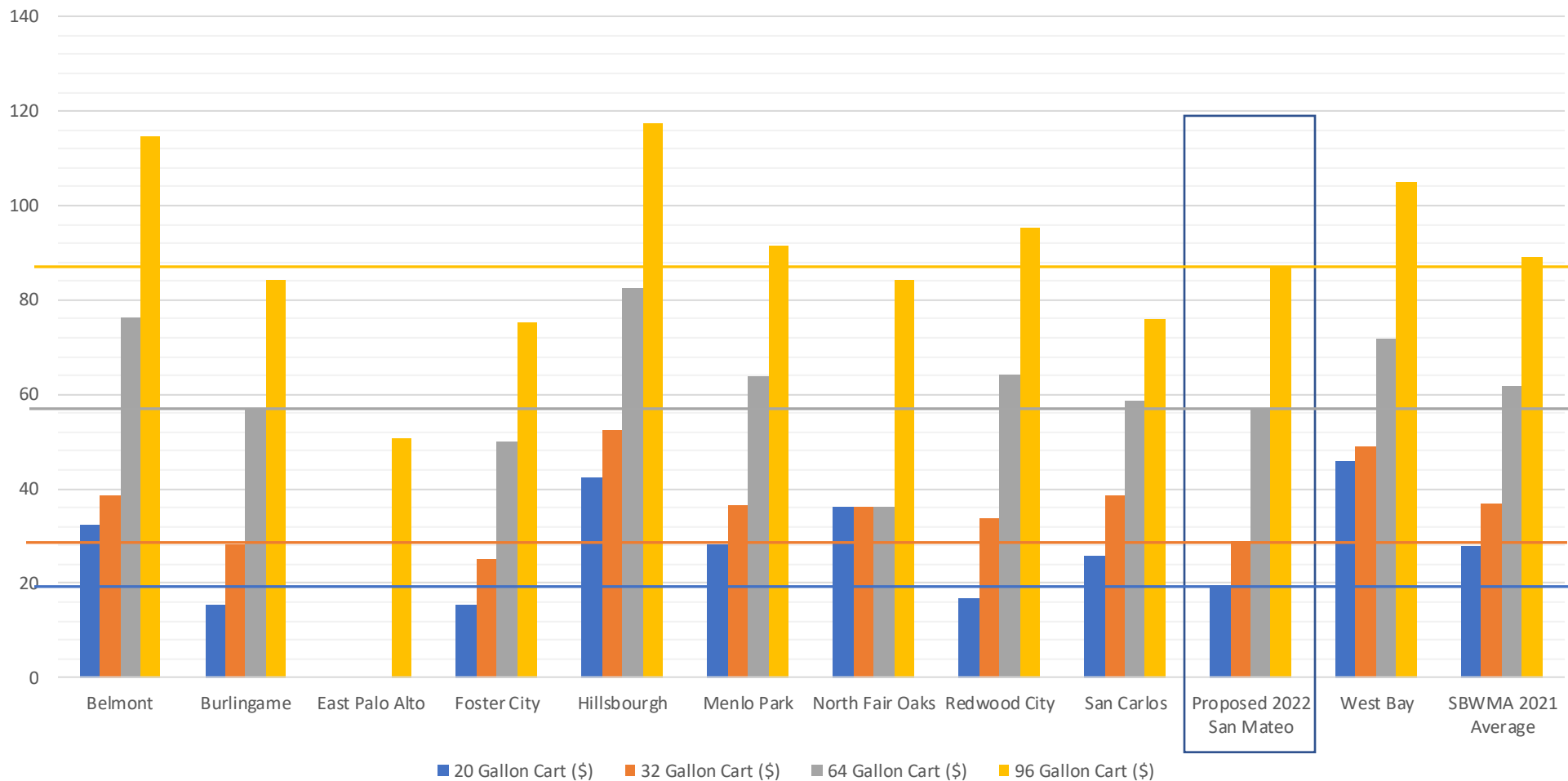
Monthly Cost Comparison 2021/2022 Residential Garbage Collection Rates

Size of Collection Cart	2021 Monthly Rate	Proposed 2022 Monthly Rate	Landfill Closure Fee (No Increase, separate line item on customer bill)	Monthly Difference	Total Monthly Cost
20 Gallon Cart	\$15.19	\$19.19	\$0.40	\$4.00	\$19.59
32 Gallon Cart	\$24.29	\$28.29	\$0.64	\$4.00	\$28.96
64 Gallon Cart	\$53.52	\$55.52	\$1.41	\$2.00	\$56.93
96 Gallon Cart	\$85.69	\$87.69	\$2.39	\$2.00	\$90.08

Council recommended a not-not-to exceed:

- \$4.00 per month increase for 20- and 32-gallon residential and commercial garbage and organic cart rates;
- A \$2.00 increase for 64- and 96-gallon residential and commercial garbage and cart rates;
- A not-to-exceed two percent increase in commercial waste and organic bin rates.

SBWMA 2021 Member Agency Residential Rate Comparison



Rate Adoption Timeline



May 3, 2021: Council Study Session



August 16, 2022: Council approval to mail public notice



August 23, 2022: 45-day public notice mailed



October 18, 2022: City Council Public Hearing



January 1, 2022: Effective

Tonight's Process



Clarifying questions



Open Public Hearing



Public testimony & additional written protest



City Clerk tally written protest



The 50% protest threshold has not been met



Recommend adopting a resolution to establish 2022 rates



Thank you for your time.



You can reach me at:

rmurray@cityofsanmateo.org
(650) 522-7346

www.cityofsanmateo.org/publicworks

Stewards of your infrastructure

330 W. 20th Avenue
San Mateo, CA 94403
650-522-7300

