

### CITY COUNCIL AGENDA REPORT

Meeting Date: June 3, 2021

From: Director of Public Works/City Engineer

Subject: Solid Waste Collection Rate Adjustment

## **Community Goal/Result**

**Ecological Sustainability** 

## **Purpose**

To review pending rate adjustments submitted by the city's two solid waste franchisees.

#### Recommendation

- 1. Acknowledge South San Francisco Scavenger's 2021 rate increases as reflected in their March 31, 2021 letter.
- 2. Acknowledge Recology Brisbane's 2021 decision to forego a request for a rate increase.

## **Background**

The city has two Franchise Agreements dated November 20, 2014 for the provision of waste collection services, one with South San Francisco Scavenger Company in Solid Waste Collection Zones 1(A&B) and 2, and one with Recology Brisbane in Solid Waste Collection Zone 3. Both agreements have language specifying under what conditions a rate increase may occur.

The applicable section from Scavenger's Agreement applicable to their 2021 rate increase is Section 6.4, which has been redacted from the full agreement and incorporated behind their 3/31/21 correspondence.

## Discussion

Recology Brisbane initially submitted, and then rescinded a rate increase request for 2021. South San Francisco Scavenger declined to request a rate increase in 2020, but did submit a request for rate increases this year, and they have received confirmation from the City Manager that their proposed rates were in accordance with their franchise agreement. Pursuant to each agreement, "... not later than June 30th of the year of the Notice of Intention, the City Council shall act upon the new maximum rates as appropriate, with any new maximum rates to become effective on July 1st of the same year."

With Scavenger completing their calculations per the agreement, there is no discretionary action for the Council to take.

#### Fiscal Impact

The proposed new rates are found in pages 3-5 of Scavenger's 3/31/21 correspondence.

## **Measure of Success**

Compliance with the previously agreed upon terms and conditions for rate adjustments.

## **Attachments**

- 1. Solid Waste Collection Zone Maps
- 2. South San Francisco Scavenger letter of 3/31/21, and redacted rate adjustment language

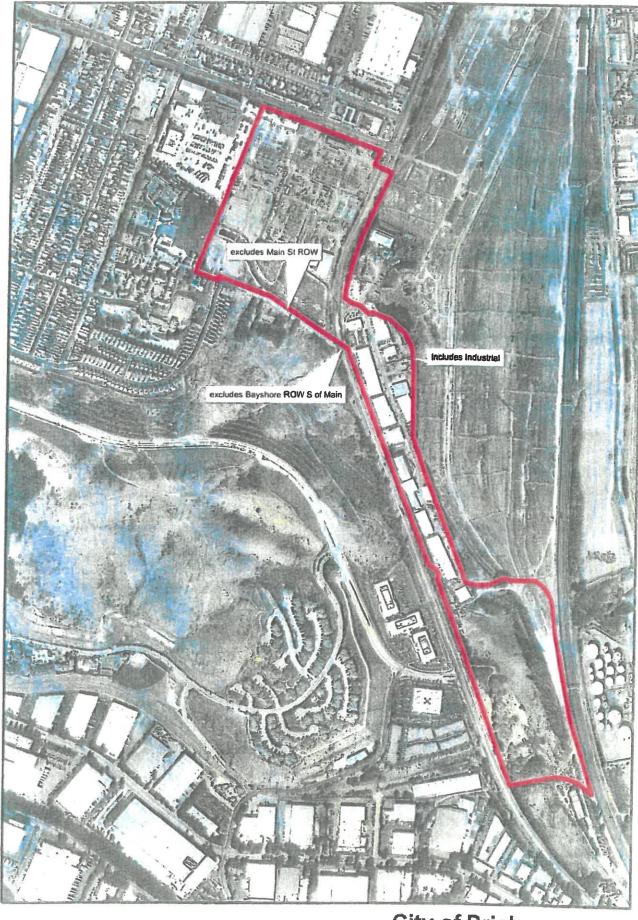
RL Breault	Payta L. Helstin
Randy Breault, Public Works Director	Clay Holstine, City Manager

City of Brisbane Solid Waste Collection Zone 1 - A

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City of Brisbane Solid Waste Collection Zone 1 - B

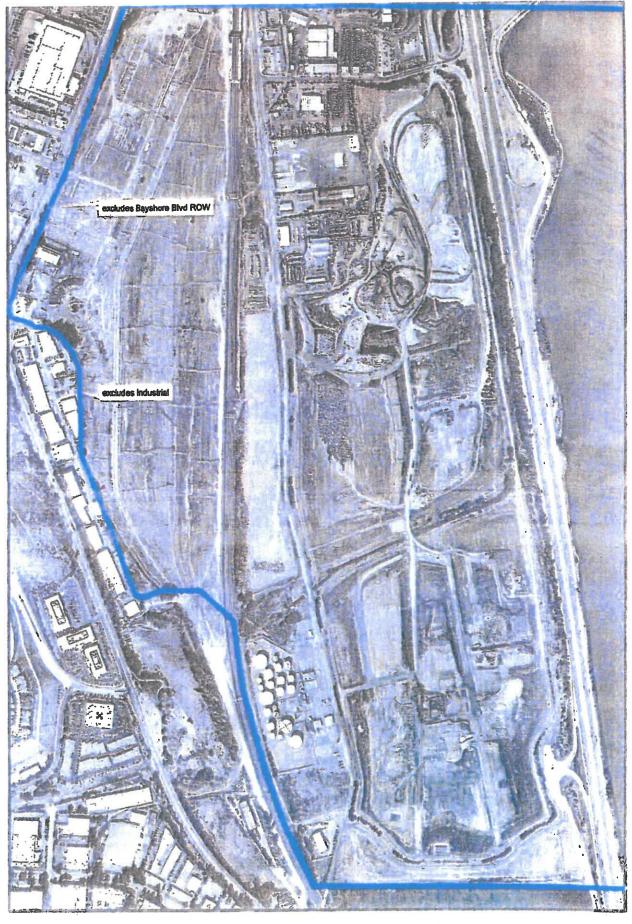
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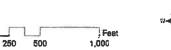






City of Brisbane
Solid Waste Collection Zone
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SOUTH SAN FRANCISCO

COMPANY, INC.

March 31, 2021

Director Randy Breault, P.E.
Public Works-Marina Services-Emergency Services
City of Brisbane
50 Park Lane
Brisbane, CA 94005

Dear Director Breault,

In accordance with the terms of Section 6.4 of the Franchise Agreement, Modification Based on Neighboring Cities' Rates, please accept this letter and the enclosed data from our survey of solid waste rates, and the proposed rate chart as our application for rate modification.

The enclosed survey data was gathered by Teresa Montgomery, Sustainability Manager, using the same methodologies as in previous surveys. Ms. Montgomery will assist during your review and provide further information as needed. As you will see from the attached reports, the five benchmark rates lead to adjustments ranging from 15.36% to 3.69%, depending on the type of service.

A proposed rate schedule is attached. As per the Franchise Agreement, the rate adjustments would be effective as of July 1, 2021, if approved.

As you know, the franchise agreement has a three-year cycle, and rates are intended to be adjusted every third year based on this survey method, and in the other two years, based on changes in the Consumer Price Index. Please keep in mind, that in 2020, the CPI adjustment was skipped due to economic fallout from the pandemic. In comparison, you can see that rates in neighboring cities have significantly increased since the last survey in 2018.

There are many factors putting upward pressure on rates in neighboring cities. Beginning in 2018, China began enforcing their China Sword Policy, which effectively shut down the worldwide markets for recyclable materials, especially cardboard and plastics. The values of these materials plummeted, and in fact, affected most of the materials traditionally recycled through typical recycling programs.

At the same time, California recycling laws have continued to require more and more diversion from landfill. AB 341 implemented mandatory recycling for commercial

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businesses, public entities and multi-family properties, and over time, has magnified the effect of the China Sword Policy. AB 1826, mandates organics recycling, and since 2018, more and more generators have fallen under the requirements, as the threshold for compliance tightened. Currently, SB 1383 has moved to the forefront, with a mandate for a 75% reduction in organic waste. In order to meet these requirements, new services will need to be added, and existing ones modified. These costs are already beginning to be reflected in the rates for service.

And, of course, the economic effects of the pandemic are putting pressure on rates as well. Commercial rates have traditionally helped to support lower rates for residential services, but with the disappearance of many commercial sources, due to travel restrictions, work from home orders, and restaurant closures, these rates are not there as much to support those residential rates. There have also been efforts to align those rates more closely with the actual cost of providing that service.

Thank you for your consideration of this matter, and we are, of course, available to meet and confer at your convenience, as you desire.

Sincerely,

Paul Formosa, CFO

South San Francisco Scavenger Company, Inc.

# SOUTH SAN FRANCISCO SCAVENGER, INC. RATES AND CHARGES EFFECTIVE JULY 1, 2021 CITY OF BRISBANE, CALIFORNIA

			Current <u>Rates</u>	Proposed change	Proposed <u>Maximum Rates</u>
S F II	Single fam Rate is per ncludes 64	OPERTY SERVICE - ily, and up to four units. As per sec month, one pickup per week gallon weekly curbside recycling eekly mixed organic materials / yar	toter service	service	
	20 32 64	Gallon Trash Toter Gallon Trash Toter Gallon Trash Toter	21.25 33.99 67.98	15.36% 15.36% 15.36%	24.51 39.21 78.42
N F	/lultiple Ur Rate is per	ND MULTIPLE UNIT RESIDENTIA nit Residential Property, 5 or more r month, one pickup per week, for s and / or Source Separated Orgar ource Separated Recyclable Mater	units, as per s Solid Waste nic Materials		CE-
	0 - 30 31 - 32 33 - 40 41 - 45 46 - 50 51 - 64		30.02 32.06 40.01 45.09 55.04 64.05	12.85% 12.85% 12.85% 12.85% 12.85% 12.85%	33.88 36.18 45.15 50.88 62.11 72.28
	Residentia	RDAGE I, Multi Unit Residential, Commerci Yard, per pickup	al, Industrial 69.07	Customers 3.69%	71.62
F	emporary Residentia	/ / One Time Use I, Multi Unit Residential, Commerci each pickup	al, Industrial	Customers	
	5 yard 7 yard 14 yard 20 yard 30 yard	Container, 1 ton limit Container, Dirt - Rock - Concre Container, 3 ton limit Container, 5 ton Limit Container, 6 ton limit	283.39 618.73 618.73 842.26 1,214.87	8.31% 8.31% 8.31% 8.31% 8.31%	306.94 670.14 670.14 912.24 1,315.81
F	Rental Cha	arge (per day, over 3 days for 5 yar and over 7 days for others)	<sup>-</sup> d 27.91	8.31%	30.23

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# SOUTH SAN FRANCISCO SCAVENGER, INC. RATES AND CHARGES EFFECTIVE JULY 1, 2021 CITY OF BRISBANE, CALIFORNIA

		Current <u>Rates</u>	Proposed change	Proposed <u>Maximum Rates</u>
4. DEBRIS BOXES (	coninued)			
•	t Commercial and Industrial use			
7 yard	Container, Dirt - Rock - Concre	521.65	8.31%	564.99
14 yard	Container, 3 ton limit	521.65	8.31%	564.99
20 yard		745.27	8.31%	807.19
30 yard	Container, 6 ton limit	1,117.91	8.31%	1,210.80
Overweigh	nt Charge			
Per ton ov		161.37	8.31%	174.78
5. CONTAINER SERV	/ICE			
	ıl, Multi Unit Residential, Commer	cial Industrial	Customers	
	r month, one pickup per week, foi		Oustorners	
rate is po	and / or Source Separated Orga			
Includes S	ource Separated Recyclable Mat			
A) Regula	ır Pickup (Rate per month, one pi	ckup per week	)	
1/2 - yard		131.34	10.24%	144.79
1 - yard	Container	262.65	10.24%	289.55
2 - yard	Container	323.92	10.24%	357.09
3 - yard	Container	485.85	10.24%	535.60
4 - yard	Container	647.70	10.24%	714.02
5 - yard	Container	809.64	10.24%	892.55
6 - yard	Container	971.57	10.24%	1,071.06
B) On Cal	l Pick-up Per yard			
,	•			
· · · · · · · · · · · · · · · · · · ·	p, per yard	37.42	10.24%	41.25
Plus Conta	ainer Rental per Month			
	arges (per month)			
1 - yard	Container	58.45	10.24%	64.44
2 - yard	Container	63.20	10.24%	69.67
3 - yard	Container	67.95	10.24%	74.91
4 - yard	Container	73.01	10.24%	80.49
5 - yard	Container	82.66	10.24%	91.12
6 - yard	Container	87.73	10.24%	96.71

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# SOUTH SAN FRANCISCO SCAVENGER, INC. RATES AND CHARGES EFFECTIVE JULY 1, 2021 CITY OF BRISBANE, CALIFORNIA

Current		Proposed
<u>Rates</u>	Proposed change	<b>Maximum Rates</b>

- 6. In the case of any additional service not described in the Agreement, Scavenger Company shall charge such amount as is agreed to by the customer.
- 7. Trash Container Management Policy Fees

Maximum fees allowed pursuant to approved Policy, as per Section 5.1.

Maximum fee consists of Admin Fee plus Extra Trip Fee for containers 1 yard and up.

Residential, Multi Unit Residential, Commercial, Industrial Customers

Co	ntainer Size	Admin fee		Admin Fee
30	gallon	30.00	-	\$ 30.00
32	gallon	30.00	-	\$ 30.00
40	gallon	30.00	-	\$ 30.00
45	gallon	30.00	-	\$ 30.00
55	gallon	30.00	-	\$ 30.00
64	gallon	30.00	-	\$ 30.00
96	gallon	30.00	-	\$ 30.00
1	yard	30.00	-	\$ 30.00
1.5	yard	30.00	-	\$ 30.00
2	yard	30.00	-	\$ 30.00
3	yard	30.00	-	\$ 30.00
4	yard	30.00	-	\$ 30.00
5	yard	30.00	-	\$ 30.00
6	yard	30.00	-	\$ 30.00
_		F + T - F		 <b>T</b> · F

<u>Co</u>	<u>ntainer Size</u>	<u>Extra Trip Fee</u>		<u>Extra Trip Fee</u>			
1	yard	60.61	10.24%	\$	66.82		
1.5	yard	90.92	10.24%	\$	100.23		
2	yard	74.75	10.24%	\$	82.41		
3	yard	112.12	10.24%	\$	123.60		
4	yard	149.47	10.24%	\$	164.77		
5	yard	186.84	10.24%	\$	205.97		
6	yard	224.21	10.24%	\$	247.17		

Extra Trip Fee calculated as approved monthly 5.A) Container Service rates (one pickup per week) times 12 months per year divided by 52 weeks per year.

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2021 Survey Results - Brisbane

	2021 Survey F		Darie		
	Residential	Commercial			Compacted
	32-gal	32-gal		14-yard Box	Yard
City	Converted	Converted	2-yard Bin	Converted	Converted
Alameda	\$44.07	\$39.26		\$944.30	\$75.04
Burlingame	\$28.41	\$28.41	\$358.56	\$546.88	\$77.71
Campbell	\$30.47	\$14.41	\$210.07	\$502.06	\$50.00
Castro Valley	\$50.51	\$33.68	\$376.36	\$689.82	\$49.00
Cupertino	\$33.45		\$216.34	\$522.58	\$50.35
Daly City	\$31.31	\$30.35	\$476.20	\$764.33	\$46.64
El Cerrito	\$54.65	\$54.65	\$789.13	\$581.00	\$136.07
El Sobrante	\$34.95	\$43.58	\$431.21	\$1,061.31	\$93.56
Fremont	\$39.72	\$21.38	\$176.88	\$497.13	\$73.59
Gilroy	\$34.87	\$34.87	\$233.68	\$398.14	\$53.68
Hayward	\$36.63	\$29.64	\$281.40	\$462.87	\$55.67
Hercules	\$38.10	\$43.86	\$509.90	\$1,061.31	\$93.56
Los Altos	\$38.86		\$304.89	\$692.36	\$50.62
Los Gatos	\$32.15	\$17.56	\$256.23	\$551.28	\$54.80
Martinez	\$38.80	\$41.42	\$356.07	\$457.06	\$73.12
Menlo Park	\$36.64	\$51.49	\$249.39	\$628.95	\$118.30
Millbrae	\$35.85	\$34.05	\$325.56	\$667.93	\$67.29
Monte Sereno	\$34.31	\$19.22	\$280.21	\$496.61	\$47.11
Morgan Hill	\$26.55	\$20.84	\$258.67	\$362.27	\$47.03
Palo Alto	\$50.07	\$38.63	\$361.52	\$754.79	\$73.25
Piedmont	\$82.61	\$82.61	\$461.79	\$1,044.39	N/A
Pinole	\$35.39	\$43.40	\$490.73	\$1,061.31	\$93.56
Pittsburg	\$44.69	\$22.35	\$322.35	\$526.40	\$65.30
Richmond	\$39.33	\$47.32	\$477.25	\$1,061.31	\$93.56
San Bruno	\$31.93	\$40.58	\$387.12	\$493.30	\$62.98
San Leandro	\$33.70	\$23.65	\$298.98	\$738.04	\$62.02
San Mateo	\$24.93	\$31.18	\$333.77	\$546.88	\$86.76
San Pablo	\$32.05	\$40.98	\$451.31	\$877.31	\$84.30
Saratoga	\$32.53	\$20.32	\$296.38	\$513.48	\$51.44
Sunnyvale	\$30.86		\$301.25	\$556.72	\$54.25
Union City	\$48.93	\$35.79	\$303.34	\$570.01	\$65.95
Woodside	\$42.66	\$45.64	\$290.54	\$392.00	N/A
			<del>1</del> 200.01	<b>V</b> 002.00	1,077
Total	\$1,229.97	\$1,135.20	\$11,202.79	\$21,024.12	\$2,106.52
Average	\$38.44	\$35.47	\$350.09	\$657.00	\$70.22
Average	\$35.44	\$35.47	\$350.09	\$657.00	\$70.22
Allamad Dagasutana S A					
Allowed Percentage of Average	***				
As per Section 6.4	88%	88%	88%	88%	88%
Plus Franchise Fee	<u>14%</u>	<u>14%</u>	<u>14%</u>	<u>14%</u>	<u>14%</u>
Total Allowed	102%	102%	102%	102%	102%
Adjusted Survey Average	39.21	36.18	357.09	670.14	71.62
Current Rate	\$33.99	\$32.06	\$323.92	\$618.73	69.07
Proposed Percentage adjustment	15.36%	12.85%	10.24%	8.31%	3.69%

#### \*CALCULATION NOTES:

In cases where a 32gal residential cart was not available, the per gallon rate of the next closest size (usually a 35gal) was determined and multiplied by 32.

Debris box rates were calculated assuming 3 tons per load. In cases where a 14cy was not offered, the rate for the next closest size (usually a 15, 16 or 20cy) was used; the per yard rate was determined and multiplied by 14.

For jurisdictions not offering a compacted yard rate, a converted rate was calculated by dividing the 20cy compactor rate by 20.

	T	R	esidential (20	21 Survevi						
Jurisdiction	20gal or s		20gal converted	32gal or similar		32gal converted	Rate Period Notes	Source(s)		
Alameda	\$34.91	20	\$34.91	\$44.07	32	\$44.07	Effective July 1, 2020	https://www.alamedacountyindustries.com/ alameda/residential/residential-services/		
Burlingame	N/A	20		\$28.41	32	\$28.41	Effective Jan 1, 2021	https://www.burlingame.org/departments/finance/garbage_utility_(recology).php		
Campbell	\$26.38	20	\$26.38	\$33.33	35	\$30.47	Effective July 1, 2020	http://www.westvalleyrecycles.com/service areas/Campbell-singlefamily-garbage- rates.html		
Castro Valley	\$32.58	20	\$32.58	\$50.51	32	\$50.51	Effective July 1, 2020	https://www.cvsan.org/zero_waste/collectio n_and_curbside_services/rates/residential _services_single-family_rates.php		
Cupertino	\$31.45	24	\$26.21	\$33.45	32	\$33.45	Effective Feb 1, 2021	https://www.cupertino.org/home/showpubli sheddocument?id=28817		
Daly City	N/A			\$31.31	32	\$31.31	Effective July 1, 2020	https://www.dalycity.org/DocumentCenter/ View/1226/Single-Family-Cart-Service- PDF?bidId=		
El Cerrito	\$45.60	20	\$45.60	\$59.77	35	\$54.65	Effective Jan 1, 2021	https://www.el- cerrito.org/DocumentCenter/View/14993/S W-Rates-12012020		
El Sobrante	\$30.90	20	\$30.90	\$38.23	35	\$34.95	Effective Jan 1, 2021	https://www.republicservices.com/cms/doc uments/municipality/ca/west-contra-costa- county/Unincorporated-ResiRates2021.pdf		
Fremont	\$38.94	20	\$38.94	\$39.72	32	\$39.72	Effective Jan 1, 2020	https://www.republicservices.com/cms/doc uments/municipality/ca/FREMONT%2520 CA/FremontCA2021Rates.pdf		
Gilroy	N/A			\$34.87	32	\$34.87	Effective July 1, 2020	https://www.recyclestuff.org/Guides/Gilroy.		
Hayward	\$25.06	20	\$25.06	\$36.63	32	\$36.63	Effective March 1, 2021	https://hayward.legistar.com/View.ashx?M =A&ID=834000&GUID=AF90C29B-EBA0- 40F1-B976-469A7904A787		
Hercules	\$35.10	20	\$35.10	\$41.67	35	\$38.10	Effective Jan 1, 2021	https://www.republicservices.com/cms/doc uments/municipality/ca/west-contra-costa- county/Hercules-ResiRates2021.pdf		
Los Altos	\$36.07	20	\$36.07	\$38.86	32	\$38.86	Effective July 1, 2020	https://missiontrail.com/LosAltos/residentia		

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		R	esidential (20	21 Survey)						
Jurisdiction	20gal or s	similar	20gal converted	32gal or similar		32gal converted	Rate Period Notes	Source(s)		
Los Gatos	\$27.69	20	\$27.69	\$35.16	35	\$32.15	Effective July 1, 2020	http://www.westvalleyrecycles.com/service areas/Los%20Gatos-singlefamily-garbage- rates.html		
Martinez	\$27.09	20	\$27.09	\$38.80	32	\$38.80	Effective April 1, 2021	https://legistarweb- production.s3.amazonaws.com/uploads/att achment/pdf/832442/Exhibit C - 2021 Proposed Rates 2-24-2021.pdf	https://legistarweb- production.s3.amazonaws.com/uplo ads/attachment/pdf/833337/CC Sta ff Report 2021-02-24 - Republic Services Base Year R ate Analysis and Setting.pdf	
Menio Park	\$28.31	20	\$28.31	\$36.64	32	\$36.64	Effective Jan 1, 2021	https://www.menlopark.org/DocumentCent er/View/26862/F1-20201208-CC-Solid- waste-rates		
Monte Sereno	\$29.60	20	\$29.60	\$37.53	35	\$34.31	Effective July 1, 2020	http://www.westvalleyrecycles.com/service areas/Monte-Sereno-singlefamily-garbage- rates.html		
Morgan Hill	N/A			\$39.82	48	\$26.55	Effective July 1, 2020	https://www.recyclestuff.org/Guides/Morga n%20Hill.pdf	http://www.morgan- hill.ca.qov/DocumentCenter/View/3 6625/20-024-2020-Solid-Waste- Management-Rate- Adjustment?bidId=	
Palo Alto	\$27.81	20	\$27.81	\$50.07	32	\$50.07	Effective July 1, 2017	https://www.cityofpaloalto.org/gov/depts/pw d/zerowaste/projects/refuse.asp#Top%20o f%20page		
Piedmont	\$85.26	20	\$85.26	\$90.35	35	\$82.61	Effective July 1, 2020	http://piedmont.hosted.civiclive.com/servic es departments/planning building/rec ycling organic waste garbage/collection services		
Pinole	\$32.07	20	\$32.07	\$38.71	35	\$35.39	Effective Jan 1, 2021	https://www.republicservices.com/cms/doc uments/municipality/ca/west-contra-costa- county/Pinole-ResiRates2021.pdf		
Pittsburg	N/A			\$44.69	32	\$44.69	unknown	https://mdrr.com/pittsburg/pittsburg- residential/		
Richmond	\$35.23	20	\$35.23	\$43.02	35	\$39.33	Effective Jan 1, 2021	https://www.republicservices.com/cms/doc uments/municipality/ca/west-contra-costa- county/Richmond-ResiRates2021.pdf		
San Bruno	\$24.76	20	\$24.76	\$31.93	32	\$31.93	Effective July 1, 2020	https://www.sanbruno.ca.gov/documents/New%20Folder/Adopted%20FY2020- 21%20Garbage%20Rate%20Adjustment.pdf		

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		R	esidential (20	21 Survey)						
Jurisdiction	20gal or	similar	20gal converted			32gal converted	Rate Period Notes	Source(s)		
San Leandro	\$27.05	20	\$27.05	\$33.70	32	\$33.70	Effective July 1, 2020	https://www.alamedacountyindustries.com/sanleandro/residential/singlefamily/		
San Mateo	\$15.59	20	\$15.59	\$24.93	32	\$24.93	Effective Jan 1, 2020	https://www.cityofsanmateo.org/2229/Residential-Service-Fees		
San Pablo	\$28.37	20	\$28.37	\$35.06	35	\$32.05	Effective Jan 1, 2021	https://www.republicservices.com/cms/doc uments/municipality/ca/west-contra-costa- county/San%2520Pablo- ResiRates2021.pdf		
Saratoga	\$28.11	20	\$28.11	\$35.58	35	\$32.53	Effective July 1, 2020	http://www.westvalleyrecycles.com/service areas/Saratoga-singlefamily-garbage- rates.html		
Sunnyvale	\$37.36	27	\$27.67	\$41.47	43	\$30.86	Effective July 1, 2020	https://sunnyvale.ca.gov/property/utility/rat es/default.htm	https://sunnyvale.ca.gov/civicax/file bank/blobdload.aspx?blobid=23726	
Union City	\$45.72	20	\$45.72	\$53.52	35	\$48.93	Effective July 1, 2020	https://www.unioncity.org/160/Rates-for- Recycling-Garbage	https://www.unioncity.org/Documer Center/View/3708/Proposed-2020- 21-Collection-Rates-	
Woodside	\$26.65	20	\$26.65	\$42.66	32	\$42.66	Effective July 1, 2020	https://www.greenwaste.com/woodside/		

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<u> </u>		Commercial												
Jurisdiction	32gal o similar		32gal converted	2cy	14cy or sim (with 3 tor		14cy converted	compacted yard	20cy compactor (with 7.5 tons)	compacted yard converted				
Alameda	\$39.26	32	\$39.26	\$335.71	\$1,011.75	15	\$944.30	N/A	\$1,500.80	\$75.04				
Burlingame	\$28.41	32	\$28.41	\$358.56	\$625.00	16	\$546.88	\$77.71	N/A	\$77.71				
Campbell	\$15.76	35	\$14.41	\$210.07	\$717.23	20	\$502.06	N/A	\$1,000.01	\$50.00				
Castro Valley	\$33.68	32	\$33.68	\$376.36	\$689.82	14	\$689.82	\$49.00	N/A	\$49.00				
Cupertino	\$28.65	32	\$28.65	\$216.34	\$597.23	16	\$522.58	\$50.35	N/A	\$50.35				
Daly City	\$30.35	32	\$30.35	\$476.20	\$818.92	15	\$764.33	N/A	\$932.83	\$46.64				
El Cerrito	\$59.77	35	\$54.65	\$789.13	\$830.00	20	\$581.00	\$136.07	N/A	\$136.07				
El Sobrante	\$47.67	35	\$43.58	\$431.21	\$1,061.31	14	\$1,061.31	N/A	\$1,871.29	\$93.56				
Fremont	\$21.38	32	\$21.38	\$176.88	\$497.13	14	\$497.13	N/A	\$1,471.83	\$73.59				
Gilroy	\$34.87	32	\$34.87	\$233.68	\$568.77	20	\$398.14	N/A	\$1,073.61	\$53.68				
Hayward	\$29.64	32	\$29.64	\$281.40	\$462.87	14	\$462.87	N/A	\$1,113.33	\$55.67				
Hercules	\$47.97	35	\$43.86	\$509.90	\$1,061.31	14	\$1,061.31	N/A	\$1,871.29	\$93.56				
Los Altos	\$38.85	32	\$38.85	\$304.89	\$741.81	15	\$692.36	\$50.62	N/A	\$50.62				

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	Commercial											
	32gal or 32gal				14cy or sim	ilar		20cy compactor	compacted yard			
Jurisdiction	similar		converted	2cy_	(with 3 tor	ıs)	14cy converted	compacted yard	(with 7.5 tons)	converted		
Los Gatos	\$19.21	35	\$17.56	\$256.23	\$787.54	20	\$551.28	N/A	\$1,095.98	\$54.80		
Martinez	\$41.42	32	\$41.42	\$356.07	\$652.94	20	\$457.06	N/A	\$1,462.40	\$73.12		
Menio Park	\$51.49	32	\$51.49	\$249.39	\$628.95	14	\$628.95	N/A	\$2,366.00	\$118.30		
Monte Sereno	\$21.02	35	\$19.22	\$280.21	\$709.44	20	\$496.61	N/A	\$942.27	\$47.11		
Morgan Hill	\$20.84	32	\$20.84	\$258.67	\$517.53	20	\$362.27	\$47.03	N/A	\$47.03		
Palo Alto	\$38.63	32	\$38.63	\$361.52	\$808.70	15	\$754.79	\$73.25	N/A	\$73.25		
Piedmont	\$90.35	35	\$82.61	\$461.79	\$1,044.39	14	\$1,044.39	N/A	N/A	N/A		
Pinole	\$47.47	35	\$43.40	\$490.73	\$1,061.31	14	\$1,061.31	N/A	\$1,871.29	\$93.56		
Pittsburg	\$22.35	32	\$22.35	\$322.35	\$752.00	20	\$526.40	N/A	\$1,306.00	\$65.30		

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	Commercial									
Jurisdiction	32gal or similar		32gal converted	2cy	14cy or similar (with 3 tons)		14cy converted	compacted yard	20cy compactor (with 7.5 tons)	compacted yard converted
Richmond	\$51.76	35	\$47.32	\$477.25	\$1,061.31	14	\$1,061.31	N/A	\$1,871.29	\$93.56
San Bruno	\$40.58	32	\$40.58	\$387.12	\$563.77	16	\$493.30	\$62.98	N/A	\$62.98
San Leandro	\$23.65	32	\$23.65	\$298.98	\$790.76	15	\$738.04	N/A	\$1,240.30	\$62.02
San Mateo	\$31.18	32	\$31.18	\$333.77	\$625.00	16	\$546.88	N/A	\$1,735.25	\$86.76
San Pablo	\$44.82	35	\$40.98	\$451.31	\$877.31	14	\$877.31	N/A	\$1,686.00	\$84.30
Saratoga	\$22.23	35	\$20.32	\$296.38	\$733.54	20	\$513.48	N/A	\$1,028.83	\$51.44
Sunnyvale	\$40.01	35	\$36.58	\$301.25	\$596.49	15	\$556.72	N/A	\$1,084.96	\$54.25
Union City	\$39.14	35	\$35.79	\$303.34	\$570.01	14	\$570.01	N/A	\$1,318.90	\$65.95
Woodside	\$45.64	32	\$45.64	\$290.54	\$560.00	20	\$392.00	N/A	N/A	N/A

<sup>\*</sup>CALCULATION/CONVERSION NOTES:

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For jurisdictions with carts other than 32gal, a per gallon rate was determined and multipled by 32. For jurisdictions with roll-off other than 14yd, a per yard rate was determined and multipled by 14.

For jurisdictions not offering a compacted yard rate, a converted rate was calculated by dividing the 20cy compactor rate by 20.

-	Commercial	]				
Jurisdiction	Misc. Notes	Sources				
Alameda	96g of recycling & 96gal or organics included in garbage rate. Additional for a charge.	https://www.alamedacountyindustrie s.com/alameda/commercial/comme rcialservices/bins/	https://www.alamedacountyindustri			
Burlingame	Garbage rate includes recycling.	https://www.burlingame.org/departments/finance/garbage_utility_(recology).php	John Mangini <jmangini@rethinkwaste.org></jmangini@rethinkwaste.org>			
Campbell	Garbage rate includes service of same level of recycling.	http://www.westvalleyrecycles.com/ serviceareas/Campbell-commercial- garbage-rates.html	https://www.wvswma.org/uploads/2 /5/7/3/25736194/wvcr_rates.pdf	https://www.recyclestuff.org/Guide s/Campbell.pdf		
Castro Valley	Garbage rate does not include recycling/organics.	https://www.cvsan.org/zero_waste/c ollection_and_curbside_services/rat es/commercial_service_rates.php#		https://www.alamedacountyindustries.co m/cvsan/commercial/rates/		
Cupertino	Garbage rate does not include recycling/organics.	https://www.cupertino.org/home/sho wpublisheddocument?id=28811	https://www.cupertino.org/home/showp ublisheddocument?id=28813			
Daly City	Garbage rate includes recycling.	https://www.dalycity.org/DocumentC enter/View/1222/Commercial-and- Multi-Family-Bin-Service- PDF?bidId=	https://www.dalycity.org/DocumentCente r/View/1223/Commercial-Cart-Service- PDF?bidId=	https://www.dalycity.org/DocumentCent er/View/1224/Debris-Box-and-Compactor Service-PDF?bidId=		
El Cerrito	Garbage rate includes recycling and a base level of organics service.	https://www.el- cerrito.org/DocumentCenter/View/14993/ SW-Rates-12012020	Phone call with Cara Figone 510.237.4321			
El Sobrante	Garbage rate includes service of same level of recycling.	https://www.republicservices.com/cms/do cuments/municipality/ca/west-contra- costa-county/Unincorporated- CommRates2021.pdf	https://www.republicservices.com/munici pality/wccc-ca	Roof, Angela <aroof@republicservices. com&gt;</aroof@republicservices. 		
Fremont	Garbage rate does not include recycling/organics.	https://www.republicservices.com/cms/do cuments/municipality/ca/FREMONT%20CA /FremontCA2021Rates.pdf	Evan Boyd <eboyd@republicservices.com></eboyd@republicservices.com>			
Gilroy	Garbage rate includes recycling.	https://www.recyclestuff.org/Guides/Gilro y.pdf				
Hayward	Garbage rate does not include recycling/organics.	https://hayward.legistar.com/View.a	https://www.hayward- ca.gov/sites/default/files/Hayward%20Ga rbage%20Rates%203.1.2020- 2.28.2021.pdf			
Hercules	Garbage rate includes recycling and a base level of organics service.	https://www.republicservices.com/cms/do cuments/municipality/ca/west-contra- costa-county/Hercules- CommRates2021.pdf	https://www.republicservices.com/ municipality/wccc-ca	Roof, Angela <aroof@republicservices. com&gt;</aroof@republicservices. 		
Los Altos	Garbage rate includes appropriate level of recycling and organics service.	https://missiontrail.com/LosAltos/commer cial-services-bins.html	https://missiontrail.com/LosAltos/comme rcial-services-debris.html			

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	Commercial				
Jurisdiction	Misc. Notes	Sources			
Los Gatos	Garbage rate includes service of same level of recycling.	http://www.westvalleyrecycles.com/ serviceareas/Los-Gatos-commercial garbage-rates.html	https://www.wvswma.org/uploads/2 /5/7/3/25736194/wvcr_rates.pdf		
Martinez	Garbage rate includes appropriate level of recycling and organics service.	https://legistarweb- production.s3.amazonaws.com/uploads/at tachment/pdf/832442/Exhibit C - 2021 Proposed Rates 2-24-2021.pdf			
Menio Park	Garbage rate does not include recycling/organics.	https://www.menlopark.org/DocumentCe nter/View/26862/F1-20201208-CC-Solid- waste-rates			
Monte Sereno	Garbage rate includes service of same level of recycling.	http://www.westvalleyrecycles.com/ serviceareas/Monte-Sereno- commercial-garbage-rates.html	https://www.wvswma.org/uploads/2 /5/7/3/25736194/wvcr_rates.pdf		
Morgan Hill	Garbage rate includes recycling.	http://www.morgan- hill.ca.gov/DocumentCenter/View/36625/2 0-024-2020-Solid-Waste-Management- Rate-Adjustment?bidId=			
Palo Alto	Garbage rate includes recycling.	https://www.cityofpaloalto.org/civicax/file bank/documents/8114	https://www.greenwasteofpaloalto.com/ debris-box-and-deconstruction-services		
Piedmont	Garbage rate includes appropriate level of recycling and organics service.	Roof, Angela <aroof@republicservices.c om&gt;</aroof@republicservices.c 	https://www.republicservices.com/munici pality/piedmont- ca?ef_id=CiwKCAjwxuuCBhATEiwAllIzOYN 3pJHs9lqS7tGB1mWbEkKLsXMrAEiAy_L4 5a4LkNGtL8kNRJhHBoCbNUQAvD_BwE:G: s&s_kwcid=ALl55681314237277903031bll gl!!95238071451102703739892&utm_sou rce=google&utm_medium=cpc&utm_cam paign=Core%3EEcommerce%3EDSA&utm_content=DSA%3ECatch%3EAll&utm_ter m=&gclid=CjwKCAjwxuuCBhATEiwAllIzOY N3pJHs9lqS7tGB1mWbEkKLsXMrAEiAy_L 45a4LkNGtL8kNRJhHBoCbNUQAvD_BwE		
Pinole	Garbage rate includes recycling and a base level of organics service.	https://www.republicservices.com/c ms/documents/municipality/ca/west- contra-costa-county/Pinole- CommRates2021.pdf	https://www.republicservices.com/ municipality/wccc-ca	Roof, Angela <aroof@republicservices. com&gt;</aroof@republicservices. 	
Pittsburg	Garbage rate does not include recycling/organics.	https://mdrr.com/wp- content/uploads/2020/12/Pittsburg- Commercial-Rates-012021.pdf	Pittsburg Disposal Customer Service, 925-432-6262	Mt. Diablo, Bill Frasier, 925-692- 2268, billy.fraser@mdrr.com	

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	Commercial		\ <u></u>			
Jurisdiction	Misc. Notes	Sources				
Richmond	Garbage rate includes recycling and a base level of organics service.	https://www.republicservices.com/c ms/documents/municipality/ca/west- contra-costa-county/Richmond- CommRates2021.pdf	https://www.republicservices.com/ municipality/wccc-ca	Roof, Angela <aroof@republicservices. com&gt;</aroof@republicservices. 		
San Bruno	Garbage rate includes recycling.	https://www.sanbruno.ca.gov/docu ments/New%20Folder/Adopted%20 FY2020- 21%20Garbage%20Rate%20Adjust ment.pdf				
San Leandro	96g of recycling & 96gal or organics included in garbage rate. Additional for a charge.	https://www.alamedacountyindustrie s.com/sanleandro/commercial/com mercialservices/bins/	https://www.alamedacountyindustri es.com/sanleandro/commercial/rec yclables/			
San Mateo	Garbage rate includes recycling.	https://www.cityofsanmateo.org/Doc umentCenter/View/78847/2020- Solid-Waste-Commercial- Cans?bidld=	https://www.cityofsanmateo.org/Docume ntCenter/View/78893/2020-Solid-Waste- Rates-Compactors-and-Specials?bidld=	https://www.cityofsanmateo.org/Docum entCenter/View/78891/2020-Solid-Waste- Commercial-Bins?bidId=		
San Pablo	Garbage rate includes recycling and a base level of organics service.	https://www.republicservices.com/c ms/documents/municipality/ca/west- contra-costa- county/San%2520Pablo- CommRates2021.pdf	https://www.republicservices.com/munici pality/wccc-ca	Roof, Angela <aroof@republicservices. com&gt;</aroof@republicservices. 		
Saratoga	Garbage rate includes service of same level of recycling.	http://www.westvalleyrecycles.com/ serviceareas/Saratoga-commercial- garbage-rates.html	https://www.wvswma.org/uploads/2 /5/7/3/25736194/wvcr_rates.pdf			
Sunnyvale	Garbage rate includes recycling.	https://sunnyvale.ca.gov/civicax/file bank/blobdload.aspx?blobid=23726				
Union City	Garbage rate does not include recycling/organics.	https://www.unioncity.org/Document Center/View/3708/Proposed-2020- 21-Collection-Rates-				
Woodside	Garbage rate includes recycling.	https://www.greenwaste.com/woods ide/				

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Increases or decreases in maximum rates pursuant to this Section 6.3 shall take effect so as to eliminate, to the maximum extent possible, Scavenger Company's loss or gain of revenue and/or profit resulting from the extraordinary increase or decrease in costs from the date(s) such increase or decrease first occurred.

- Modification Based on Neighboring Cities' Rates. Irrespective of any adjustments 6.4 to maximum rates pursuant to Sections 6.2 and/or 6.3 above, every maximum service rate applicable under this Agreement shall be adjusted effective as of July 1 in each of the years 2015 and every third year thereafter (i) in the case of each of the service categories set forth in Exhibit C attached to this Agreement, so as to equal eighty-eight percent (88%) plus the percentage of the Franchise Fee times the average of the most current rates for such service category charged in the jurisdictions set forth in Exhibit D, and (ii) in the case of every other service category not set forth on Exhibit C, so as to equal an amount reasonably arrived at by extrapolating from the new rates determined in accordance with Section 6.4(i) above. The most current rate charged in each jurisdiction listed in Exhibit D for a service category listed in Exhibit C shall mean the rate that applies as of the date Scavenger Company files the Notice of Intention described in Section 6.4(a) below, and shall be based on the actual published rate for a period including such date. The average of the most current rates for a particular service category listed on Exhibit C shall be determined by adding all the most current rates for such service category, and dividing by the number of jurisdictions set forth in Exhibit D. The procedure for rate adjustments under this Section 6.4 shall be as follows.
  - (a) Not later than March 31st of each year that is subject to a rate adjustment under this Section 6.4, Scavenger Company shall file with City a written Notice of Intention to adjust, effective as of July 1st of the same year, each of the then current maximum service rates in accordance with Section 6.4 above.

An example of such calculation for an Exhibit C service category and for a related service category not listed in Exhibit C is as follows: if the total of the most current rates in the applicable jurisdictions, which number thirty-two (32), for weekly 2-yard commercial front end loader service per month as of March 31, 2018 were \$4,800, Scavenger Company's Notice of Intention for July 1, 2018 would specify \$150.00 [\$4,800 divided by 32 multiplied by .88 plus the percentage of the Franchise Fee] as the new maximum rate for such service category, and could specify \$300.00 for weekly 4-yard commercial front end loader service per month.

(b) Within thirty (30) days of the filing of the Notice of Intention, the City Manager shall review the Notice of Intention, and either confirm that the

proposed maximum rates conform with Section 6.4 above, or meet with Scavenger Company to establish by mutual agreement with Scavenger Company any necessary changes to the proposed maximum rates to make such confirmation.

- (c) The City Manager shall immediately inform the City Council in writing of the new maximum rates determined in accordance with this Section 6.4 and, not later than June 30th of the year of the Notice of Intention, the City Council shall act upon the new maximum rates as appropriate, with any new maximum rates to become effective on July 1st of the same year.
- (d) From time to time during the term hereof, the list of jurisdictions set forth in Exhibit D shall be changed to conform to any changes in the list of benchmarking jurisdictions set forth in that certain Agreement for the Collection and Disposal of Solid Waste Matter in the City of South San Francisco between Scavenger Company and such City dated July 9, 1997, as amended and as may be further amended from time to time, each such change to be contemporaneous with the corresponding change in South San Francisco.
- Agreement is entered into, there is no authoritative judicial determination of whether Articles XIII C or XIII D of the California Constitution apply to charges imposed by private enterprises for solid waste handling and recycling services when those charges are regulated by a local government.

The City will not be in default of this Agreement if (i) a majority protest or referendum prevents the initial maximum rates or a proposed maximum rate increase from being adopted, (ii) a court rules that maximum rates adopted by City are not consistent with Article XIII C or D, or (iii) a voter initiative not endorsed by City reduces maximum rates from those in effect. After the occurrence of any event referred to in clauses (i)-(iii) above, the parties shall promptly meet and negotiate in good faith to adjust service levels commensurate with the rates that Scavenger Company may legally charge, in a manner reasonably calculated (given such rates) to minimize any adverse effect on public health and safety and to allow Scavenger Company to cover its necessary costs plus a commercially reasonable profit.

Nothing in this Agreement shall be deemed or construed to be an admission by City or Scavenger Company that Articles XIII C or XIII D of the California Constitution apply to the rates charged by Scavenger Company under this Agreement.