



**STAFF REPORT**  
**6/2/2020**

**TO:** Honorable Chair and Commissioners

**FROM:** Maritza Martinez, Public Works Director

**SUBJECT:** Conduct a Public Hearing and approve a 2.6 percent increase to the Gate Fee at the Coachella Valley Transfer Station for Fiscal Year 2020/21.

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**STAFF RECOMMENDATION:**

Conduct a public hearing and approve a 2.6 percent increase to the gate fee at the Coachella Valley Transfer Station for fiscal year 2020/21.

**EXECUTIVE SUMMARY:**

The Sublease Agreement establishes increases to the gate fee through annual increases to the operation and transportation components associated with the service fee. This year, the CPI change is 2.3 percent. In accordance with the Second Amendment to the Sublease Agreement, the sublease payment is subject to an increase equal to the change in the CPI.

Rate changes to the disposal fee component are established in the Waste Disposal Agreement with the County of Riverside. These increases are also tied to changes in the CPI. Each year, the County assesses the disposal fee and releases information indicating any adjustments. This year, the County increased the disposal fee from \$31.05 per ton to \$31.99 per ton.

Burrtec Waste Industries, Inc., (Burrtec) operates the Coachella Valley Transfer Station through a Sublease Agreement with the Coachella Indio Joint Powers Authority (JPA). The sublease Agreement provides annual adjustments to the components of the gate fee equal to the percentage change in the Consumer Price Index (CPI). As noted above and shown in Attachment A, this year the CPI change was 2.3 percent and the disposal component charged by the County of Riverside and the Salton City Solid Waste Site will increase 3.0 percent. Taking both the CPI and disposal increases into account the total Gate Fee will increase from \$61.55 to \$63.17, an increase of \$1.62 or 2.6 percent.

Attachments:

Attachment A – Gate Fees

Attachment A

Effective July 1, 2020

<b>Tonnage Delivered to Non-Riverside County Facility (First 130,000 Tons/Yr)</b>				
<b>FOR CALENDAR YEAR TONNAGE:</b>	<u>Over 130,000</u>	<u>Over 130,000</u>	<b>\$</b>	<b>%</b>
	<u>Current</u>	<u>Proposed</u>	<u>Inc</u>	<u>Inc</u>
Sublease Payment	\$ 6.95	\$ 7.11	\$ 0.16	2.3%
Service Fee				
Facility Component	\$ 0.91	\$ 0.91	\$ -	0.0%
Operating Component	\$ 8.80	\$ 9.00	\$ 0.20	2.3%
Transport Component	\$ 13.84	\$ 14.16	\$ 0.32	2.3%
Disposal Fee	\$ 31.05	\$ 31.99	\$ 0.94	3.0%
<b>Total</b>	<b>\$ 61.55</b>	<b>\$ 63.17</b>	<b>\$ 1.62</b>	<b>2.6%</b>
<b>Out-of-County</b>	<b>\$ 66.55</b>	<b>\$ 68.17</b>		

<b>Tonnage Delivered to Riverside County Facility (Tonnage over 130,000/Yr)</b>				
<b>FOR CALENDAR YEAR TONNAGE:</b>	<u>Over 130,000</u>	<u>Over 130,000</u>	<b>\$</b>	<b>%</b>
	<u>Current</u>	<u>Proposed</u>	<u>Inc</u>	<u>Inc</u>
Sublease Payment	\$ 5.62	\$ 5.75	\$ 0.13	2.3%
Service Fee				
Facility Component	\$ 0.91	\$ 0.91	\$ -	0.0%
Operating Component	\$ 8.80	\$ 9.00	\$ 0.20	2.3%
Transport Component	\$ 15.17	\$ 15.52	\$ 0.35	2.3%
Disposal Fee	\$ 31.05	\$ 31.99	\$ 0.94	3.0%
<b>Total</b>	<b>\$ 61.55</b>	<b>\$ 63.17</b>	<b>\$ 1.62</b>	<b>2.6%</b>
<b>Out-of-County</b>	<b>\$ 66.55</b>	<b>\$ 68.17</b>		