



STAFF REPORT
5/27/2026

TO: Honorable Mayor and City Council Members

FROM: Gabriel A. Gonzalez, Interim City Manager

PREPARED BY: Andrew Simmons, P.E., Public Works Director/City Engineer

SUBJECT: Resolution 2026-32 Setting a Public Hearing date for Municipal Solid Waste Rates for Fiscal Year 2026/27 and placing these rates on the property tax roll for Fiscal Year 2026/27.

STAFF RECOMMENDATION:

Adopt Resolution 2026-32 Setting a Public Hearing date for Municipal Solid Waste Rates for Fiscal Year 2026/27 to place these rates on the property tax roll for Fiscal Year 2026/27.

BACKGROUND:

The City of Coachella entered into a franchise agreement with Burrtec Waste and Recycling Services (Burrtec) in May 2006. Since 2006, Burrtec has been the provider for all solid waste disposal services for Coachella residents and businesses. City Council approved the first amendment to this agreement on May 27, 2009, which established the solid waste charges for residential customers would be collected through the county tax roll; commercial customers continue to be billed directly by Burrtec. City Council approved a second amendment on June 19, 2013 extending the term of the agreement through May 30, 2023 and third amendment was approved on January 17, 2018. A Fourth Amendment was approved on July 27, 2022 to include organics services as required by SB 1383.

DISCUSSION/ANALYSIS:

The Burrtec Agreement allows for rate increases based on two components of the rate 1) service component and 2) disposal components. Total increase will not exceed 10% in any given year.

1. The service component is capped at 5% and based on CPI
2. The disposal component is a pass through of the tipping fee adjustments at the landfill.

The rates are subject to a CPI increase of 3.24% for Fiscal Year 2026/27. As approved by voters on June 8, 2010, this rate is also subject to a 5% Utilities Users Tax. The complete list of proposed rates for FY 26/27 are attached in Exhibit A.

The current rate for residential service is \$36.92 and is proposed to increase by \$1.44 for a total of \$38.36. The most common commercial service is a three-yard cubic bin with one pick up per week. The current rate for this service is \$205.95 and is proposed to increase by \$7.46 for a total of \$213.41.

The Proposition 218 noticing process for solid waste rates through July 1, 2026 was completed and adopted on July 27, 2022. Staff is recommending approval of the attached resolution setting a public hearing date for Municipal Solid Waste Rates proposed for fiscal year 2026/27 on Wednesday, June 24, 2026 at 6 P.M. at City Hall. This item is routinely administrative to set the time and place of the public hearing. No changes to assessments are being made at this time.

FISCAL IMPACT:

No fiscal impact.

ATTACHMENTS:

1. Resolution 2026-32
2. Exhibit A – Proposed Rates