



ITEM SUMMARY

MEETING DATE: August 19, 2024
FROM: Teri Lea Beiriger, Finance Director
SUBJECT: Res. 2024-36 Solid Waste Annual Assessment

BACKGROUND

The City of Greenacres approved Ordinance No. 2019-08 the franchise agreement with Advanced Disposal Services Solid Waste Southeast, Inc. (nka Waste Management) for solid waste collections with an initial term of October 1, 2019, through September 30, 2024 (“Franchise Agreement”). Section 6-276 of the City’s Code of Ordinances incorporates the Franchise Agreement into the Code and addresses the terms, conditions, and continuation of the Franchise Agreement. Resolution 2024-35 amended and renewed the franchise agreement. The original contract price allowance increase was tied to the Consumer Proce Index (CPI) and capped at 3.5%. The newly agreed upon rate increased to \$18.29 for monthly curbside pickup, which reflects the necessary adjustments to accommodate the rising costs in the industry. Additionally, an automatic 5% yearly increase was implemented for all residential pickup for an additional five (5) years, to and including September 30, 2029.

ANALYSIS

This resolution will formally adopt the solid waste assessment roll to be provided to the property appraiser as necessary for inclusion on the 2024 tax bill and set the assessment rates for the fiscal 2025 solid waste collection and recycling charges. The Greenacres solid waste assessment is billed in advance for solid waste collection and recycling services for the period of October 1, 2024, through September 30, 2025.

The Greenacres assessment for solid waste collection and recycling is distinguishable from the Solid Waste Authority’s assessment on the tax bill from solid waste disposal costs at the County’s landfills.

Greenacres solid waste assessment rates are designed to generate the revenues necessary to cover the contractual and administrative costs of providing the solid waste and recycling collection services. The City uses three (3) rate tiers based on the type of service provided and the frequency of collection. Curbside service rates are higher than containerized rates due to the increased number of individual stops at each individual residence to provide collection services. Multi-family developments using containerized services result in efficiencies and cost savings for the City’s contracted waste hauler that are passed on to those property owners resulting in lower rates. The following annual residential rates are proposed:

Fiscal 2025 Annual Residential Collection Rates (Assessed on 2024 Tax Bill)	Proposed Rates	With 4% Tax Collector Discount
Curbside pickup	\$251.50	\$241.40
Containerized pickup (dumpsters) 2x/week	\$123.40	\$118.50
Containerized pickup (dumpsters) 3x/week	\$163.20	\$156.70

The total assessment for a residential duplex would be calculated by multiplying the number of residential units in the duplex by the Annual assessment rate, as shown in the example below:

Parcel #: <u>18-42-43-27-01-001-0001</u>	Address: <u>123 Greenacres Lane, Greenacres FL 33467</u>
Number of residential units <u>2</u>	x Annual garbage rate \$ <u>\$251.50</u> = Total assessment \$ <u>503.00</u>

FINANCIAL INFORMATION

The estimated cost of residential solid waste collection and recycling services for the fiscal year 2025, including administrative and franchise fees, is \$3,202,708 to be covered by residential solid waste assessments totaling \$3,246,534. (See Exhibits A & B of Resolution 2024-36).

The above proposed total assessment for 2024 includes a 36% increase in the annual garbage rate from the 2023 annual garbage rate.

LEGAL

Resolution 2024-36 has been prepared in accordance with applicable City regulations.

STAFF RECOMMENDATION

Council approval of Resolution 2024-36 to adopt the solid waste assessment roll and set the final assessment rates for the solid waste assessment on the 2024 tax bill that covers the solid waste collection and recycling services for the period beginning October 1, 2024, through September 30, 2025, the City's 2024-25 fiscal year.

Attachments:

- Exhibit A - Greenacres FY2025 Solid Waste Rates for 2024 Tax Bill
- Exhibit B - Greenacres Cost of Residential Solid Waste Collection and Recycling Services