

**ROCHELLE CITY COUNCIL
AGENDA ITEM MEMO
REGULAR MEETING**

SUBJECT: **A Resolution Amending Annual Waste Collection Rates**

Staff Contact: Tim Isley

Summary: Northern Illinois Disposal Service provides residential, commercial, industrial, institutional, and governmental solid waste pickup, residential landscape waste, and residential recycling collection services to Rochelle. On October 25th, 2021, Rochelle City Council passed Resolution R21-51, A resolution authorizing the execution of an extension to the agreement between Northern Illinois Disposal Services, INC., and the City of Rochelle.

Subject to provisions of this agreement, the rate for residential solid waste collection may be increased or decreased, no more often than once a year beginning on April 1, 2023, and there after annually on April 1, based on the percentage increase or decrease during the immediately preceding twelve month period, in the Consumer Price Index (CPI) for Garbage and Trash Collection as published by U.S. Department of Labor, Bureau of Labor Statistics; provided, however that in no event shall such increase be less than three percent (3%) nor more than four percent (4%).

CPI for garbage and trash collection for the preceding twelve-month period averaged 7.2 percent. Therefore, the annual increase for April 1, 2024, will be the maximum 4%. This will increase the monthly charge for residential solid waste, recycling, and yard waste collection from \$12.48 per dwelling unit to \$12.98 per dwelling unit.

Last year the 2023 Resolution Amending Annual Waste Collection Rates, residential waste collection received the minimum rate increase of 3% (\$12.36) rather than the 4% (\$12.48) as determined by the CPI for the preceding twelve-month period, which averaged 6.9%. This 1% or \$0.12 difference was paid for with funds out of the solid waste budget, saving each residential waste collection customer \$0.12 a month for the proceeding twelve-month period.

Funding Sources:

Source:	Budgeted Amount:	Proposed Expenditure:

Strategic Plan Goal Application: Maintain A balanced budget. Examine utility rates for businesses, non-profits, and homeowners.

Recommendation: Consider approving the annual rate increase for 2024 as stated in the First Amendment to Waste Collection Agreement.