



# GARBAGE RATE ADJUSTMENT FY2020-21

CITY COUNCIL MEETING

Keith DeMartini, Finance Director

May 12, 2020

# Objective



- Receive an overview of Recology's rate application for FY2020-21
- Waive first reading and introduce an ordinance enacting a 1.62% rate increase for Recology effective July 1, 2020

# Agenda



1. Rate adjustment for FY2020-21
2. Residential and commercial totter rate change summary
3. Protest period and timeline to implement new rates
4. Public Notice
5. Timeline and request to City Council
6. Recology continued services

# Proposed Rate Adjustment FY2020-21



- Garbage service rate requested increase of **1.62%**
- New rate to take effect on July 1, 2020 if approved by City Council
- Rate change factors:
  - CPI Calculation



# Proposed Residential & Commercial Garbage Toter Rate Change Summary



Toter Type	Current Rate	Proposed Rate 7/1/20	Increase
<b>Residential</b>			
20-gallon toter	\$24.37	\$24.76	\$0.39
32-gallon toter	\$31.42	\$31.93	\$0.51
64-gallon toter	\$62.85	\$63.87	\$1.02
96-gallon toter	\$94.27	\$95.80	\$1.53
<b>Commercial</b>			
64-gallon toter, 1 per week	\$79.85	\$81.14	\$1.29
1-yard container, 1 per week	\$167.61	\$170.32	\$2.71

# Public Notice



- Mailed notice on 3/27/20
- Public hearing schedule
- Protest period
- Approval process
- Rate adjustment
- Proposed increases for garbage, recycling and organics container types
- 28 written responses received, as of 5/12/20

## NOTICE OF PROPOSED RATE INCREASES TO

### Recology San Bruno's Garbage and Recycling Rates



The San Bruno City Council is considering Recology San Bruno's request for an increase to garbage and recycling service monthly charges. Property owners and Recology customers are being notified of this proposed rate increase. A public hearing will be held by the City Council on May 12, 2020 to hear protests on the proposed rate increase. Written protests related to the proposed new rates may be submitted no later than the conclusion of the public hearing.

Recology has requested the rate adjustment in accordance with its Franchise Agreement with the City to be effective July 1, 2020. The net calculation for FY2020-21 is a 1.62% increase. The rate for a 32-gallon residential toter will increase by \$0.51 from \$31.42 to \$31.93.

For more information about the proposal, please call (650) 616-7086 or visit and click on "Proposed

Garbage Rate Increase" at [https://www.sanbruno.ca.gov/gov/city\\_departments/finance/default.htm](https://www.sanbruno.ca.gov/gov/city_departments/finance/default.htm)

#### Rate increase approval process

The City Council will hold a public hearing on Tuesday, May 12, 2020 at 7:00 p.m. at the San Bruno Senior Center, 1555 Crystal Springs Road. At the hearing, the City Council will consider public comments, as well as written protests against the proposed garbage rate increase. If you wish to file a written protest, please mail or hand deliver a letter or postcard to: Garbage Rate Protest, City of San Bruno, Office of the City Clerk, 567 El Camino Real, San Bruno, CA 94066. You may also submit a written protest at the public hearing. A written protest must include the name of the property owner or Recology customer submitting the protest, the signature of that person, and the street address or Assessor's Parcel Number (APN) of the service location for which the protest is submitted. If written protests are received with respect to a majority of the parcels served by Recology, then the City Council will not approve Recology's request. To be considered by the City Council, a protest letter or postcard must be received by the City no later than the conclusion of the public input portion of the public hearing scheduled for May 12, 2020.

# Protest Period & Timeline to Implement New Rates



Date	Status	Item
March 10, 2020	Complete	City Council directs staff to provide 45-day notice to property owners.
March 27, 2020	Complete	Notices mailed / start 45-day period.
May 12, 2020	In Process	City Council holds public hearing, considers any protests, take action to introduce new rate ordinance for first reading, and the 45-day protest period ends.
May 26, 2020	Hearing Scheduled	City Council conducts second reading and takes action to adopt new rates by ordinance.
July 1, 2020	Planning Underway	New FY2020-21 rates become effective.

# Request to Council



- Waive First Reading and Introduce Ordinance Enacting 1.62% Rate Increase for Recology San Bruno Garbage and Recycling Service to be Effective July 1, 2020







Kirsten Pinochi, General Manager

Recology San Bruno

# Recology Continued Service



- Residential Drivers – Picking up
- Customer Service Team answering your calls
- Adjustment of Hours
- Unfortunate postponement of the Compost Giveaway
- Temporary Suspension of the Bulky Item Program
- Closure of the HHW drop off



# Questions

