

City of Bandon

CITY COUNCIL AGENDA DOCUMENTATION	DATE: October 5, 2020
SUBJECT: Public Hearing: Solid Waste Collection & Disposal Proposed Rate Increase	ITEM#: 4.1

BACKGROUND

Per the attached correspondence, Bandon Disposal & Recycling, the City's sanitation franchisee, is requesting a rate increase. As required by the Bandon Municipal Code, a public hearing on the proposed rate increase has been advertised for the October 5th meeting of the Mayor and Council.

A 1.9% cost-of-living increase adjustment is being requested. This increase is equal to 75% of the 2019 CPI West Average of 2.5%. If approved, the adjustment will result in a \$0.36 per month increase for a basic 35-gallon residential cart service and \$0.47 adjustment per yard for commercial container service. No additional adjustments are being requested.

If approved, the increase would take effect on November 1, 2020.

FISCAL IMPACT

The requested adjustment will result in an increase of \$0.36 per month for a basic 35-gallon residential cart service, and an increase of \$0.47 per yard for commercial container service. Other rates would be adjusted proportionately, as described in the attached rate schedule.

Bandon Disposal pays the City a franchise fee of 5% of gross revenues from City collection customers. As shown on the attached spreadsheet, franchise fees for calendar year 2019 totaled \$44,519.16. Per City Council direction, these funds are deposited into the Community Beautification Fund and utilized primarily for maintenance of landscaping on City properties, tree trimming maintenance, and other community beautification projects.

In addition to the garbage franchise fees, Bandon Disposal provides no-charge pickup and disposal for all City dumpsters, provides extra no-charge dumpsters when requested by the City for special events (Park Clean-up, 4th of July, etc.), operates the Curbside Recycling Program, and provides no-charge brush pick-up programs three times per year in January (including Christmas tree pickup), June, and October. As shown on the attached spreadsheet, the total value of these additional services was \$73,811.94 for calendar year 2019.

RECOMMENDATION

- 1) After presentation of the item has concluded, open the Public Hearing to take testimony regarding the proposed solid waste collection and disposal rate increases.
- 2) Close the Public Hearing.
- 3) Motion to Approve and Adopt Resolution No. 20-22, effective November 1, 2020.

SUBMITTED BY



Dan Chandler, City Manager

RESOLUTION NO. 20-22

**A RESOLUTION OF THE MAYOR AND
CITY COUNCIL OF THE CITY OF
BANDON, OREGON
AUTHORIZING AN INCREASE IN
SOLID WASTE COLLECTION AND DISPOSAL
RATES**

WHEREAS, Bandon Disposal and Recycling, Inc., the City of Bandon's Solid Waste Franchisee, has requested an increase in solid waste collection and disposal rate to cover increased operating costs; and

WHEREAS, the Mayor and City Council have reviewed the proposed rates, and, in accordance with the provisions of the Municipal Code, Chapter 8.04- GARBAGE AND SOLID WASTE, have held a public hearing on the proposed rates, and have found the proposed rates to be appropriate and necessary;

NOW, THEREFORE, BE IT RESOLVED by the Mayor and City Council, of the City of Bandon, that the solid waste collection and disposal rates are hereby set in accordance with the rate schedule attached hereto as "Exhibit A".

AND, BE IT FURTHER RESOLVED that the solid waste collection and disposal rate schedule, attached hereto as "Exhibit A", shall become effective on November 1, 2020.

ADOPTED by the Mayor and City Council of the City of Bandon, this 5th day of October, 2020.

Mary Schamehorn, Mayor

Attest:

Denise Russell, City Recorder

City of Bandon

Notice of Public Hearing

Garbage Collection and Disposal Rates

Notice is hereby given that a public hearing regarding a proposed increase to the Bandon Disposal and Recycling garbage collection and disposal rates will be held before the Bandon City Council on Monday, October 5, 2020, at 7:00 PM, in the City Council Chambers, 555 Highway 101, Bandon, Oregon. The requested increase is for a 1.9% consumer price index adjustment, which would result in an increase of \$0.36 per month for a basic 35-gallon residential cart service, and an increase of \$0.47 per yard for commercial container service. Other rates would be adjusted proportionally. Anyone interested in commenting on the proposed rates may appear at the public hearing and be heard, or may submit written comments or obtain additional information by contacting Dan Chandler, City Manager, City of Bandon, by mail at P.O. Box 67, Bandon, Oregon 97411, by telephone at (541) 347-2437, or by email at citymanager@cityofbandon.org.

Bandon Disposal and Recycling

PO Box 1878, Bandon, OR, 97411
541-347-9633

September 1, 2020

Mayor Mary Schamehorn
Bandon City Council
PO Box 67
Bandon, OR 97411

RE: Request for 2019 CPI Adjustment

Dear Mayor

RE: **CPI Adjustment 2019**

Dear City Council:

Please find enclosed proof of the CPI adjustment for year 2019, based on the CPI West Average, which is calculated at 3.0%. **Although the CPI is 2.5% we are requesting 1.9% (75% of CPI)** If approved, the adjustment will result in a \$0.36 per month increase for a basic 35 gallon residential cart service and \$0.47 adjustment per yard for commercial container service.

Please use this notice and the other information enclosed to consider a rate adjustment effective **Nov 1, 2020** if approved.

Sincerely,

Bill Richardson
Site Manager

Enclosures:

Proposed 2020 Residential and Commercial Rate Schedule
Exhibit A 2019 Residential and Commercial Rate Schedule
2018 CPI Adjustment- Department of Labor

**Proposed Nov 2020
RATE SCHEDULE- BANDON**

CANS/CARTS: SET OUT (CURBSIDE SERVICE)

19.40	per month	One thirty-five (35) gallon can each week
27.39	per month	One forty-eight (48) gallon can each week
35.75	per month	One sixty-four (64) gallon can each week
52.22	per month	One ninety-six (96) gallon can each week
95.90	per month	One one-hundred sixty (160) gallon can each week
4.94	per month	Recycling service-weekly
16.70	per month	Recycling service only- weekly

CANS/CARTS: OTHER THAN SET OUT SERVICE

AS DEEMED SAFE BY DRIVER

\$1.25 per trip each way for each drivable driveway \$1.25 each additional thirty feet, each way
 \$1.25 each: cart, door, gate, fence, hallway, stairs, etc \$1.25 unsecuring, securing, etc. - each time, each way

Unassisted/verifiable handicap serviced on each case need

COMMERCIAL/RENTAL SERVICE (CONTAINER/CART/CAN)

Cart Service 35 gallon	19.40
Cart Service 48 gallon	27.39
Cart Service 64 gallon	35.75
Cart Service 95 gallon	52.22
Cart Service 160 gallon	95.90
Container service- per loose yard-per pick-up	24.97
Container service- Gate Fee each time	7.66
Container service- Auto lock service	3.67
Container service- unsecuring and securing each time	7.66
Container rent- one through- eight yard- per month	11.16
Container rent/Roll off Box \$3.91 per day	
Customer Requested- Other than weekly- each trip	22.05
Customer requested- Specified pickup time- each trip	22.05
Customer service- Special events, Roll Off, Container Swap, clean up, etc. Per trip	22.05
Container service- Roll-out each way as acceptable to collector	7.66
Customer requested- After hour, Saturday or Sunday- Extra	50%
Mechanically compacted waste- 2.75 times yard or cart rate	
Commercial recycling-container service rate up to	50%

OTHER RESIDENTIAL & COMMERCIAL CHARGES

(1) Occasional extra in route pick-up- Each	\$ 6.78
(2) Residential special pick-up minimum	11.99
(3) Initial set-up, close-out, monitored inactive service- each transaction.	7.66
(4) Resume from Suspend Non Pay Status	15.00
Roll off waste in excess of 450 lbs per yard will be charged at the rate of seven and a half cents per pound for overage	

**Current Nov 2019
RATE SCHEDULE- BANDON**

CANS/CARTS: SET OUT (CURBSIDE SERVICE)

19.04	per month	One thirty-five (35) gallon can each week
26.88	per month	One forty-eight (48) gallon can each week
35.08	per month	One sixty-four (64) gallon can each week
51.25	per month	One ninety-six (96) gallon can each week
94.11	per month	One one-hundred sixty (160) gallon can each week
4.85	per month	Recycling service-weekly
16.39	per month	Recycling service only- weekly

CANS/CARTS: OTHER THAN SET OUT SERVICE

AS DEEMED SAFE BY DRIVER

\$1.23 per trip each way for each drivable driveway \$1.23 each additional thirty feet, each way
 \$1.23 each: cart, door, gate, fence, hallway, stairs, etc \$1.23 unsecuring, securing, etc. - each time, each way

Unassisted/verifiable handicap serviced on each case need

COMMERCIAL/RENTAL SERVICE (CONTAINER/CART/CAN)

Cart Service 35 gallon	19.04
Cart Service 48 gallon	26.88
Cart Service 64 gallon	35.08
Cart Service 95 gallon	51.25
Cart Service 160 gallon	94.11
Container service- per loose yard-per pick-up	24.50
Container service- Gate Fee each time	7.52
Container service- Auto lock service	3.60
Container service- unsecuring and securing each time	7.52
Container rent- one through- eight yard- per month	10.95
Container rent/Roll off Box \$3.84 per day	
Customer Requested- Other than weekly- each trip	21.64
Customer requested- Specified pickup time- each trip	21.64
Customer service- Special events, Roll Off, Container Swap, clean up, etc. Per trip	21.64
Container service- Roll-out each way as acceptable to collector	7.52
Customer requested- After hour, Saturday or Sunday- Extra	50%
Mechanically compacted waste- 2.75 times yard or cart rate	
Commercial recycling-container service rate up to	50%

OTHER RESIDENTIAL & COMMERCIAL CHARGES

(1) Occasional extra in route pick-up- Each	\$ 6.65
(2) Residential special pick-up minimum	11.77
(3) Initial set-up, close-out, monitored inactive service- each transaction.	7.52
(4) Resume from Suspend Non Pay Status	15.00
Roll off waste in excess of 450 lbs per yard will be charged at the rate of seven and a half cents per pound for overage	

2019 Bandon Disposal

SERVICES PROVIDED WITHOUT CHARGE

	Container Service	Brush Pick up	Franchise Fees paid to City
January	\$4,210.68	\$6,800.00	\$4,434.45
February	\$4,210.68		\$2,451.69
March	\$4,210.68		\$4,602.99
April	\$4,210.68		\$2,498.86
May	\$4,210.68		\$4,722.48
June	\$4,210.68	\$12,500.00	\$2,757.20
July	\$4,210.68		\$4,744.61
August	\$4,210.68		\$2,804.10
September	\$4,210.68		\$4,940.13
October	\$4,210.68	\$6,800.00	\$2,644.28
November	\$4,302.57		\$4,862.29
December	\$4,302.57		\$3,056.08
	\$50,711.94	\$26,100.00	\$44,519.16
		2019 Total	\$121,331.10