

RESOLUTION NO. 914

A RESOLUTION APPROVING A RATE INCREASE FOR UNITED DISPOSAL SERVICES INC TO ADJUST FOR DISPOSAL FEE INCREASE IMPOSED BY METRO AND TO MODIFY EXISTING DROP BOX RATES.

WHEREAS, the City Council has publicly stated their commitment to proper solid waste management and;

WHEREAS, METRO has increased the disposal fee from \$68 per ton to \$75 per ton which it charges haulers to dispose of solid waste as attached as exhibit "A and;

WHEREAS, such fees are outside of United Disposal's control and;

WHEREAS, a recent service summary conducted by United Disposal indicated portions of their drop box program were being inadequately funded and require a rate adjustment in addition as proposed:

<u>SERVICE</u>	<u>CURRENT RATE</u>	<u>DISPOSAL PASS-THRU</u>	<u>3% F/FEE ON INCREASE</u>	<u>PROPOSED TOTAL RATE</u>
<u>I. RESIDENTIAL</u>				
1 - 20 GALLON CAN	10.55	.45	-	11.00
1- 32 GALLON CAN	12.40	.55	.05	13.00
EA. ADD. CAN	10.15	.55	.05	10.75
60 GALLON CART	17.00	1.00	.15	18.15
<u>II. MOBILE PARKS</u>				
32 GALLON CAN	11.45	.55	.05	12.05
60 GALLON CART	15.90	1.00	.05	16.95
<u>III. COMMERCIAL</u>				
1 - 32 GALLON CAN:				
1 STOP/WEEK	12.75	.55	.05	13.35
2 STOP/WEEK	24.35	1.10	.05	25.50
3 STOP/WEEK	36.10	1.65	.05	37.80
EA ADD. 32 GAL CAN				
1 STOP/WEEK	10.80	.55	.05	11.40
2 STOP/WEEK	20.50	1.10	.05	21.65
3 STOP/WEEK	30.05	1.65	.05	31.75
60 GALLON CART				
1 STOP/WEEK	20.35	1.00	.05	21.40
2 STOP/WEEK	38.75	2.00	.05	40.80
3 STOP/WEEK	57.15	3.00	.10	60.25

90 GALLON CART

1 STOP/WEEK	22.30	1.00	.05	23.35
2 STOP/WEEK	42.65	2.00	.10	44.70
3 STOP/WEEK	63.00	3.00	.10	66.10

CONTAINERS (LOOSE)

1 YARD

1 STOP/WEEK	71.00	3.80	.10	74.90
2 STOP/WEEK	135.10	7.60	.25	142.95
3 STOP/WEEK	199.30	11.40	.35	211.05

1-1/2 YARD

1 STOP/WEEK	99.00	5.70	.15	104.85
2 STOP/WEEK	189.25	11.40	.35	201.00
3 STOP/WEEK	279.60	17.10	.50	297.20

2 YARD

1 STOP/WEEK	129.20	7.60	.25	137.05
2 STOP/WEEK	247.30	15.20	.45	262.95
3 STOP/WEEK	365.35	22.80	.70	388.85

NOW, THEREFORE, THE CITY OF WILSONVILLE RESOLVES AS FOLLOWS:

1. The City Council of Wilsonville does hereby adopt the rate increase as set forth in Exhibits "A" and "B" attached hereto and incorporated herein, effective July 1, 1992.

ADOPTED by the City Council of the City of Wilsonville at a regular meeting thereof this 18th day of May, 1992, and filed with the Wilsonville City Recorder this date.


GERALD A. KRUMMEL, Mayor

ATTEST:

Diane Pankonin
DIANE PANKONIN, City Recorder Pro Tem

SUMMARY of Votes:

Mayor Krummel	<u>AYE</u>
Councilor Chandler	<u>ABSENT</u>
Councilor Carter	<u>AYE</u>
Councilor Lehan	<u>AYE</u>
Councilor Van Eck	<u>AYE</u>



City of
WILSONVILLE
in OREGON

30000 SW Town Center Loop E
Wilsonville, Oregon 97070
FAX (503) 682-1015.
(503) 682-1011

May 5, 1992

TO: HONORABLE MAYOR AND CITY COUNCIL

FROM: TOM BARTHEL
ADMINISTRATIVE ANALYST

SUBJECT: UNITED DISPOSAL'S REQUEST FOR RATE INCREASE

The City of Wilsonville has, by proclamation, adopted the Washington County Solid Waste Master Plan and, in doing so, has made a commitment to be an active participant in waste reduction and waste management. Adoption of the plan has also allowed Wilsonville to be in compliance with recent State legislation (SB66) and regional regulations (METRO's Solid Waste Master Plan). Such commitment comes at a price however. Disposing of solid waste in landfills costs money and as landfill space becomes premium, costs increase. Recycling and waste reduction programs mitigate impacts on landfills somewhat but they too cost money. Air quality standards reduce the amount of back yard burning hours available and yard debris now needs to be hauled rather than burned and commercial waste increases in Wilsonville as commercial development occurs. All these factors along with many others directly impact the cost of solid waste management.

Metro will be increasing their disposal fee from \$68 per ton to \$75 per ton as of July 1, 1992. This cost is assessed to Wilsonville's solid waste vendor, United Disposal. By applying cost adjustment formulas used in the past, the \$7 per ton differential would translate to a rate increase of between \$.45 to \$.55 per can per month (see exhibit A). Since United has no control over this increase in cost they are unable to affect any change (i.e. reduce the charge) by normal management efforts.

Based on a cost of service summary, United Disposal has determined that the rate charged for providing commercial service for 20 yard drop boxes did not adequately cover the cost. A adjustment in rates for 20, 30, and 40 yard boxes would spread out the impact of a rate increase and recover United's cost of doing business.

OPTIONS:

1) Deny both requests for rate increases - To deny both requests for increases would cause United Disposal undue hardship (since in the case of METRO the increases are out of United's control) and could negatively impact City/Vendor relations and may send the wrong message vis-a-vis the City's level of commitment to solid waste management.

2). Approve one request and deny the other - To approve the pass-through costs (METRO's increase) and deny the increase in drop box rate may reduce the impact to rate payers but could impact the level of service United will be able to offer. In the same vein, to deny the pass-through costs and approve the drop box rate increase would not sufficiently address the issue of increased costs.

3) Approve both requests - The ability to adequately provide service to the Wilsonville community is predicated on the ability to remain a viable enterprise. United Disposal's requests for these specific rate increases are intended to cover increased costs and not necessarily to reap extensive financial gains.

RECOMMENDATION

As the costs of providing solid waste services increases and as more services are mandated, the City Council may well be faced with the question of rate increases again in the near future. Future rates may be more closely tied to a desired level of service - the rates being proposed at this time are intended to continue a current level of service. It is the recommendation of staff at this time that both the pass-through rate increase and the drop box rate adjustment be approved.

DISPOSAL FEE INCREASE FORMULA

(Metro disposal fee increase from \$68/ton to \$75/ton July 1, 1992)

32 Gallon Cans

38 lbs. x 4.3 stops/month = 163.4 lbs./month
163.4/2000 lbs/ton = 8.2%/T x \$7 increase/T = \$0.55 per can
per month (for once
per week collection)

20 Gallon Cans = 85% of 32 Gallon Cans = \$0.45 per can
per month (for once
per week collection)

Containers (loose) - Per Yard

1 yard = 250 lbs. x 4.3 stops/month = 1075 lbs.
1075/2000 lbs./T = 54%/T x \$7 increase/T = \$3.80 per yard
per month (for once
per week collection)

90 Gallon Carts

68 lbs. x 4.3 stops/month = 292.4 lbs./month
292.4/2000 lbs./T = 14.6%/T x \$7 increase/T = \$1.00 per cart
per month (for once
per week collection)

INCREASE
CONTAINERS (Loose)

1 yard	3.80
1-1/3 yard	5.05
1-1/2 yard	5.70
2 yards	7.60
3 yards	11.40
4 yards	15.20
5 yards	19.00
6 yards	22.80
8 yards	30.40

Wilsonville, Oregon 97070
 Phone 682-0336

CITY OF WILSONVILLE

Effective Date: July 1, 1992

I.	<u>RESIDENTIAL RATE ON MONTHLY BASIS:</u>	<u>1 CAN</u>	<u>EACH ADDITIONAL CAN</u>
	1 STOP PER WEEK - 32 GALLON CAN	\$13.00	\$10.75
	20 GALLON CAN	\$11.00	

NOTES ON RESIDENTIAL SERVICE: (1) IN TRAILER COURTS WHERE OWNER OF PARK IS RESPONSIBLE FOR PAYMENT AND WHERE CANS ARE AT THE CURB, THE CHARGE WILL BE \$12.05 PER CAN. (2) OCCASIONAL EXTRA CAN FOR A REGULAR CUSTOMER SHALL BE \$3.00 (3) THE MINIMUM CHARGE FOR ANY STOP FOR AN OCCASIONAL CUSTOMER SHALL BE \$5.05 IF CASH AND \$6.55 IF BILLED. (4) STATE ACCIDENT INSURANCE FUND SAFETY RECOMMENDATIONS SHALL BE FOLLOWED. THESE ARE THE CAN SHALL NOT EXCEED 32 GALLONS AND 60 POUNDS. CANS TO BE OF RECOMMENDED TYPE AND LOCATED IN ACCORDANCE WITH S.A.I.F. RECOMMENDATIONS.

II. COMMERCIAL CAN RATE ON MONTHLY BASIS - 32 GALLON CAN:

1 STOP PER WEEK	2 STOPS PER WEEK	3 STOPS PER WEEK
1 Can Each Add'1 Can	1 Can Each Add'1 Can	1 Can Each Add'1 Can
\$13.35 \$11.40	\$25.50 \$21.65	\$37.80 \$31.75

NOTES ON COMMERCIAL SERVICE: (1) ADDITIONAL CANS SHALL BE \$11.40 PER MONTH MULTIPLIED BY THE NUMBER OF STOPS PER WEEK. (2) AN EXTRA CHARGE OF 25% WILL BE MADE FOR EACH ADDITIONAL FLIGHT OF STAIRS. (3) EXTRA CHARGE MAY BE MADE FOR GARBAGE WHICH IS NOT READILY AVAILABLE ON COLLECTION DAY OR WHICH NEEDS ADDITIONAL JANITORIAL SERVICE. (4) BRUSH OR LIMBS ARE TO BE BUNDLED AND AT THE CURB. (5) THE CHARGE FOR MULTIPLE UNITS OF ANY TYPE SHALL BE TO THE OWNER OF THE UNITS. (6) AN EXTRA CHARGE MAY BE MADE FOR SERVICE THAT INCURS ADDITIONAL DISPOSAL COSTS SUCH AS TIRES, MAJOR APPLIANCES, ETC. OR FOR HANDLING OVERSIZED, ODOROUS, DANGEROUS OR LIQUID ARTICLES. (7) WHEN A STOP USES 7 OR MORE 32 GALLON CANS, THE COLLECTOR MAY REQUIRE THAT THE SERVICE BE SHIFTED TO A CONTAINER TYPE SERVICE.

III. RESIDENTIAL RATE ON MONTHLY BASIS FOR CURBSIDE CART SERVICE:

STOP PER WEEK - CART AT THE CURB	<u>60 Gal. Cart</u>
	\$18.15
IN MOBILE HOME PARK WHERE OWNER IS RESPONSIBLE FOR PAYMENT	\$16.95

IV. COMMERCIAL RATE ON MONTHLY BASIS FOR CURBSIDE CART SERVICE:

1 STOP PER WEEK	2 STOPS PER WEEK	3 STOPS PER WEEK
60 Gal. 90 Gal.	60 Gal. 90 Gal.	60 Gal. 90 Gal.
\$21.40 \$23.35	\$40.80 \$44.70	\$60.25 \$66.10

NOTES ON RESIDENTIAL AND COMMERCIAL CURBSIDE CART SERVICE; (1) ADDITIONAL CARTS SHALL BE AT 100% OF THE FIRST CART RATE MULTIPLIED BY THE STOPS PER WEEK. (2) THIS SERVICE IS NOT MANDATORY. CAN SERVICE STILL WILL BE PROVIDED. (3) FRANCHISEE RESERVES THE RIGHT TO REFUSE CARTS TO ANY CUSTOMER WHERE THE USE IS NOT

(5) CARTS WILL BE PROVIDED ONLY FOR REGULAR, WEEKLY CUSTOMERS WHO REQUEST THE SERVICE. NO CARTS WILL BE PROVIDED ON AN ON-CALL BASIS. (6) THE WEIGHT OF THE 90 GALLON CART AND CONTENTS SHALL NOT EXCEED 180 POUNDS AND THE WEIGHT OF THE 60 GALLON CART AND CONTENTS SHALL NOT EXCEED 120 POUNDS. (7) CARTS WILL BE PICKED UP AT CURBSIDE ONLY AND MUST BE THERE PRIOR TO THE REGULARLY SCHEDULED TIME OF COLLECTION. (8) CARTS SHALL BE AT CURBSIDE NO MORE THAN 24 HOURS PRIOR TO COLLECTION, AND SHALL BE REMOVED WITHIN 24 HOURS AFTER COLLECTION OF SOLID WASTE BY THE FRANCHISEE. (9) THE CHARGE FOR MULTIPLE UNITS OF ANY TYPE SHALL BE TO THE OWNER OF THE UNITS. (10) WHERE CUSTOMERS WITHIN A TRAILER PARK OR APARTMENT COMPLEX HAVE INDIVIDUAL PICK-UP FOR EACH UNIT, THE RESIDENTIAL RATE SHALL BE CHARGED. WHERE SUCH CUSTOMERS HAVE SHARED PICK-UP, THE COMMERCIAL RATE SHALL BE CHARGED. (11) AN EXTRA CHARGE MAY BE MADE FOR SERVICE THAT INCURS ADDITIONAL DISPOSAL COSTS SUCH AS TIRES, MAJOR APPLIANCES, ETC., OR FOR HANDLING OVER-SIZED, ODOROUS, DANGEROUS OR LIQUID WASTE. AN EXTRA CHARGE MAY BE MADE FOR GARBAGE WHICH NEEDS ADDITIONAL JANITORIAL SERVICE.

V. CONTAINER RATES ON A MONTHLY BASIS: (a) FOR LOOSE MATERIAL

STOPS PER WEEK:	ONE	TWO	THREE
1 YARD	\$74.90	\$142.95	\$211.05
1-1/2 YARD	\$104.85	\$201.00	\$297.20
2 YARDS	\$137.05	\$262.95	\$388.85

(b) FOR COMPACTED MATERIAL

WHERE THE COMPACTED CONTAINER CAN BE DUMPED INTO THE COLLECTION TRUCK, THE CHARGE WILL BE TRIPLE THE ABOVE LOOSE RATE, AND THE COMPACTOR SHALL BE FURNISHED BY CUSTOMER AND SHALL BE COMPATIBLE WITH THE EQUIPMENT OF THE COLLECTOR. IT MUST BE MAINTAINED BY CUSTOMER IN A SAFE AND OPERABLE CONDITION (IN ACCORDANCE WITH WORKERS COMPENSATION BOARD REGULATIONS).

(c) CHARGE FOR LARGER CONTAINERS AND ADDITIONAL STOPS

FOR LARGER CONTAINERS, THE CHARGE SHALL BE A MULTIPLE OF THE PRICE FOR THE TWO YARD CONTAINER FOR THE RELEVANT NUMBER OF STOPS PER WEEK. FOR MORE THAN THREE STOPS PER WEEK, THE RATE SHALL BE THE DIFFERENCE BETWEEN THE SECOND AND THIRD STOP PER WEEK FOR EACH ADDITIONAL STOP, MODIFIED AS NECESSARY FOR CONTAINERS LARGER THAN TWO YARDS.

(d) MISCELLANEOUS PROVISIONS FOR CONTAINERS

THE CHARGE FOR THE USE OF THE CONTAINER IS INCLUDED IN THE PRICE OF SERVICE. THE MINIMUM CHARGE FOR A CONTAINER SHALL BE THE ONE STOP PER WEEK RATE. WHILE NO RENTAL CHARGE WILL BE MADE ON CONTAINERS, WHERE CONTAINERS ARE USED IN HANDLING MATERIAL THAT CAUSES EXCESSIVE WEAR OR DAMAGE OR WHEN OTHER USAGE OR VANDALISM CAUSES DAMAGE TO THE CONTAINER WHILE IT IS LOCATED ON CUSTOMER'S PROPERTY, AN ADDITIONAL CHARGE MAY BE MADE FOR SUCH WEAR OR DAMAGE. THE CHARGE FOR DELIVERY OF A CONTAINER TO AN OCCASIONAL CUSTOMER SHALL BE \$ 13.75. THE CHARGE FOR EMPTYING SAID OCCASIONAL CONTAINER SHALL BE BASED ON THE FIRST STOP PER WEEK RATE.

V. DROP BOX SERVICE RATES: (a) FOR LOOSE MATERIAL

THE RATE FOR A TEN YARD BOX SHALL BE \$74.00. THE CHARGE SHALL BE \$3.70 PER YARD FOR 20 AND 30 YARD DROP BOXES AND \$3.20 PER YARD FOR 40 YARD DROP BOXES. IN ADDITION, THERE SHALL BE A \$50.70 PER MONTH RENTAL CHARGE ON A BOX. FOR BOXES LEFT ON AN OCCASIONAL BASIS, THERE SHALL BE A RENTAL CHARGE OF \$3.80 PER DAY AFTER

SHALL BE CHARGED IN ADDITION TO THE YARDAGE AND RENTAL CHARGES.

(b) FOR COMPACTED MATERIALS

THE CHARGE SHALL BE \$5.90 PER YARD PLUS COST OF DISPOSAL WHERE THE CUSTOMER FURNISHES THE COMPACTOR DROP BOX. HOWEVER, FOR A 15 YARD OR SMALLER COMPACTED DROP BOX, A COMPACTOR OF ANY KIND THAT HAS TO BE HAULED TO THE LANDFILL AND RETURNED TO THE CUSTOMER, THE SERVICE FEE SHALL BE \$72.95 PLUS COST OF DISPOSAL AND FRANCHISE FEE ON DISPOSAL. IF THE COLLECTOR AGREES TO FURNISH THE COMPACTOR, THE RENTAL SHALL BE THE CURRENT RATE THE COLLECTOR WOULD PAY ON A LEASE-PURCHASE. BEFORE ACQUIRING A COMPACTOR, THE CUSTOMER MUST MAKE CERTAIN THE COMPACTOR TO BE ACQUIRED IS COMPATIBLE WITH THE EQUIPMENT OF THE COLLECTOR OR THE EQUIPMENT THE COLLECTOR IS WILLING AND ABLE TO ACQUIRE (AND MUST COMPLY WITH WORKERS COMPENSATION BOARD REGULATIONS AND OREGON ADMINISTRATIVE RULES).

(c) DELIVERY FEE FOR A DROP BOX

SHALL BE \$15.00. A \$10.00 FEE PER HAUL SHALL BE CHARGED FOR DROP BOXES THAT ARE SCREENED. THE COST OF DISPOSAL AND FRANCHISE FEE ON DISPOSAL SHALL BE CHARGED IN ADDITION TO THE YARDAGE AND RENTAL CHARGES.

(d) DROP BOX RELOCATION FEE

SHALL BE THE HOURLY HAULING RATE.

VII. MISCELLANEOUS SERVICES AND PROVISIONS:

(a) HOURLY HAULING RATES

(Plus Cost of Disposal)

ONE TRUCK AND ONE MAN - \$42.00 PER HOUR

ONE TRUCK AND TWO MEN - \$57.40 PER HOUR

(b) EACH LOCATION OF CANS OR CARTS

WILL BE BILLED AS A SEPARATE ACCOUNT UNDER THIS SCHEDULE.

(c) WHEN MATERIALS OR CUSTOMER
ABUSE OR VANDALISM

CAUSES EXCESSIVE WEAR OR DAMAGE TO A CART, CONTAINER OR DROP BOX, THE COST OF REPAIR OR REPLACEMENT MAY BE CHARGED TO THE CUSTOMER. CUSTOMERS SHALL NOT PLACE HAZARDOUS MATERIALS OR CHEMICALS, PAINT, CORROSIVE MATERIALS OR HOT ASHES INTO A CAN, CART, CONTAINER OR DROP BOX.

(d) THE WEIGHT OF MATERIAL

PUT INTO A CONTAINER OR A DROP BOX, WHETHER COMPACTED OR UNCOMPACTED, SHALL NOT EXCEED THE LIFTING CAPACITY OF THE COLLECTOR'S EQUIPMENT NOR SHALL THE WEIGHT PUT THE COLLECTOR OVER THE WEIGHT LIMIT FOR THE LOADED VEHICLE. THE COLLECTOR SHALL FURNISH THE CUSTOMER WITH INFORMATION CONCERNING LIMITATIONS ON HIS EQUIPMENT, UPON REQUEST. IF THE WEIGHT OF A CONTAINER EXCEEDS 250 POUNDS (LOOSE) AN ADDITIONAL REASONABLE DISPOSAL FEE AND FRANCHISE FEE ON DISPOSAL MAY BE CHARGED. CUSTOMERS SHALL NOT OVERFILL A CAN, CART OR CONTAINER SO THAT THE LID CANNOT BE SECURELY CLOSED. IF A CAN, CART OR CONTAINER IS OVERFILLED, AN ADDITIONAL REASONABLE FEE MAY BE CHARGED. IF THE CONTENTS OF A CONTAINER, CART OR DROP BOX ARE COMPACTED (EITHER MECHANICALLY OR MANUALLY), THE COMPACTOR RATE SHALL BE CHARGED.

(e) IF MATERIALS ARE DIVERTED

TO A DIVERSION FACILITY, THE DISPOSAL FEE SAVINGS WILL BE PASSED ON TO THE CUSTOMER, BUT THE HOURLY HAULING RATE SHALL BE CHARGED IN ADDITION TO THE COLLECTION AND DISPOSAL FEE BECAUSE OF THE EXTRA DISTANCE TO THE DIVERSION FACILITY. (IN MANY INSTANCES THERE WILL STILL BE A SAVINGS TO THE CUSTOMER.

(f) CUSTOMERS SHALL PROVIDE
A SPACE FOR ALL CANS, CAR CONTAINERS OR DROP BOXES, WHETHER USED FOR GARBAGE
OR RECYCLING, THAT HAS ADEQUATE AND SAFE ACCESS FOR COLLECTION PERSONNEL AND
EQUIPMENT.

(g) IF OVERTIME OR WEEKEND COLLECTION
IS REQUIRED TO MEET THE REQUEST OF A CUSTOMER, THE HAULING PORTION OF THE RATE
SHALL BE INCREASED BY 50%.

(h) TIRE COLLECTION RATES
FOR 18" AND UNDER RIM SIZE SHALL BE \$1.50 PER TIRE IF OFF RIM AND \$3.50 PER TIRE
IF ON RIM. IF OVER 18" RIM SIZE, SPECIAL HANDLING CHARGES SHALL APPLY.

(i) EVERY PERSON WHO GENERATES
OR PRODUCES SOLID WASTE SHALL HAVE ALL PUTRESCIBLE WASTES REMOVED AT LEAST EVERY
7 DAYS, WITH MORE FREQUENT REMOVAL IF NECESSARY TO PREVENT HEALTH HAZARDS,
NUISANCES OR POLLUTION IN ACCORDANCE WITH OAR 340-61-070(3).

EXHIBIT B

PAGE 4 OF 4

TOTAL P.05/05