



By Email:

September 25, 2024

Renae Gundy
City of Santa Rosa
100 Santa Rosa Ave., Room 10
Santa Rosa, CA 95405
rgundy@srcity.org

Dear Renae,

In accordance to the revised rate methodology in Exhibit 2C of the Fifth amendment to Solid Waste Collection Services Agreement between the City of Santa Rosa and Recology Sonoma Marin dated September 26th, 2023 and in continuation of section 4.03 of the Solid Waste Collection Services Agreement between the City of Santa Rosa (“City”) and Recology Sonoma Marin (“Recology”) dated August 29, 2017, Recology may apply by October 1 each year for an annual rate adjustment for rates effective the following January 1. Please accept this letter as an application for rates to be effective January 1, 2025 with supporting information included under separate attachment.

The following chart shows the current rates as compared to the prior year rates with an overall increase of 3.4%.

Single Family Residential Cart Collection - Monthly Rate	Rates Effective		RRI		Rates Effective	
	1/1/2024		Increase		1/1/2025	
			3.4%			
20 Gallon Cart	\$	33.93	\$	1.16	\$	35.09
32 Gallon Cart		38.15		1.31		39.46
64 Gallon Cart		55.71		1.91		57.62
96 Gallon Cart		85.33		2.93		88.26
Multi-Family and Commercial Collection - Monthly Rate						
32 Gallon Cart	\$	53.09	\$	1.82	\$	54.91
64 Gallon Cart		106.21		3.64		109.85
96 Gallon Cart		159.46		5.47		164.93
1.0-CY Bin		341.42		11.71		353.13
1.5-CY Bin		437.83		15.02		452.85
2-CY Bin		534.28		18.33		552.61
3-CY Bin		653.12		22.40		675.52
4-CY Bin		817.44		28.04		845.47
6-CY Bin		1,108.51		38.02		1,146.53

On the rate chart Recology has adjusted the Freon charge to reflect the pass-through cost Republic charges for disposal, added a mattress charge, and updated the Bin Contamination and Overflow charge label from per occurrence to per cubic yard to reflect charges that will serve as deterrents from such behaviors rather than offer expanded trash capacity at a reduced rate.

Recology has provided an excel version of the rate calculations to aid in review, detailed rate charts for all rates, a summary rate sheet prepared by Recology, and the audited financial statements for Recology Santa Rosa for FY2023.

Please contact me or Nikki Burke with any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Logan Harvey". The signature is fluid and cursive, with the first name "Logan" being more prominent than the last name "Harvey".

Logan Harvey
Senior General Manager
Recology Sonoma Marin

Attachments:

Santa Rosa RRI - Effective 1.1.25 - Submitted 9.25.24.xlsx
Recology Sonoma Marin AFS 9.30.23-Santa Rosa.pdf

CC: Andy Fulton
Seth Hansen
Nikki Burke
Jesse Gutierrez

Recology Sonoma Marin
Santa Rosa Refuse Rate Index Calculation - Summary Page
For Rate Year 2025

Cost Category	FY 2023 RSM Op. Expenses	Expense % Weight	Index Name	Index % Change for Jun 23 - Jul 24 / Jun 22 - Jul 23	Weighted Percentage
Labor	\$ 12,919,763	26.6%	CIS201S000000000I	4.17%	1.1%
Diesel	2,310,096	4.8%	California No. 2 Ultra Low Sulfur Diesel	-4.80%	-0.2%
CNG Fuel	-	0.0%	G-NGV2	NA	NA
Vehicle Replacement/Lease	3,660,241	7.5%	PCU336211336211	4.36%	0.3%
Vehicle Maintenance	1,461,407	3.0%	PCU3339243339243	3.14%	0.1%
MSW Disposal Fee	13,455,151	27.7%	Republic Tip Fee	6.08%	1.7%
Organics Processing Fee	3,589,431	7.4%	Republic Organics Fee	8.65%	0.6%
Recycling Material Revenue	(833,186)	-1.7%	OBM OCC (11) US to Asia, FAS Oakland	54.91%	-0.9%
All Other (incl. Gross RCY Proc'g Costs)	12,033,785	24.8%	CUURS49BSA0	3.03%	0.8%
Total	\$ 48,596,688	100.0%			
Total Rate Increase for 1/1/2025 ⁽¹⁾					3.4%

Summary Table for Key Rates

	Rates Effective 1/1/2024	RRI Increase	Rates Effective 1/1/2025
Single Family Residential Cart Collection - Monthly Rate		3.4%	
20 Gallon Cart	\$ 33.93	\$ 1.16	\$ 35.09
32 Gallon Cart	38.15	1.31	39.46
64 Gallon Cart	55.71	1.91	57.62
96 Gallon Cart	85.33	2.93	88.26
Multi-Family and Commercial Collection - Monthly Rate			
32 Gallon Cart	\$ 53.09	\$ 1.82	\$ 54.91
64 Gallon Cart	106.21	3.64	109.85
96 Gallon Cart	159.46	5.47	164.93
1.0-CY Bin	341.42	11.71	353.13
1.5-CY Bin	437.83	15.02	452.85
2-CY Bin	534.28	18.33	552.61
3-CY Bin	653.12	22.40	675.52
4-CY Bin	817.44	28.04	845.47
6-CY Bin	1,108.51	38.02	1,146.53

(1) Rates not currently listed on the table will increase by RRI rate of 3.4%. See Detailed Rate View for more rates.

For Rate Year 2025

Recology Sonoma Marin
Santa Rosa Refuse Rate Index Calculation - AB939 Payment
For Rate Year 2025

Due by January 15 each year
Consumer Price Index Historical Data for all Urban Consumers (CPI-U)

Year	Payment	CPI Increase
2018	\$ 125,000	
2019	\$ 127,818	2.25%
2020	\$ 130,467	2.07%
2021	\$ 132,507	1.56%
2022	\$ 135,557	2.30%
2023	\$ 145,280	7.17%
2024	\$ 154,377	6.26%
2025	\$ 159,469	3.30%

<u>All Other</u>														
Series ID: CUUR0000SA0 Consumer Price Index, All Urban Consumers, All Items														
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jul- Jun Total	% Change
2016	236.916	237.111	238.132	239.261	240.229	241.018	240.628	240.849	241.428	241.729	241.353	241.432	NA	
2017	242.839	243.603	243.801	244.524	244.733	244.955	244.786	245.519	246.819	246.663	246.669	246.524	2,911.874	
2018	247.867	248.991	249.554	250.546	251.588	251.989	252.006	252.146	252.439	252.885	252.038	251.233	2,977.515	2.3%
2019	251.712	252.776	254.202	255.548	256.092	256.143	256.571	256.558	256.759	257.346	257.208	256.974	3,039.220	2.1%
2020	257.971	258.678	258.115	256.389	256.394	257.797	259.101	259.918	260.280	260.388	260.229	260.474	3,086.760	1.6%
2021	261.582	263.014	264.877	267.054	269.195	271.696	273.003	273.567	274.310	276.589	277.948	278.802	3,157.808	2.3%
2022	281.148	283.716	287.504	289.109	292.296	296.311	296.276	296.171	296.808	298.012	297.711	296.797	3,384.303	7.2%
2023	299.170	300.840	301.836	303.363	304.127	305.109	305.691	307.026	307.789	307.671	307.051	306.746	3,596.220	6.3%
2024	308.417	310.326	312.332	313.548	314.069	314.175	314.540	314.796					3,714.841	3.3%

Recology Sonoma Marin
Santa Rosa Refuse Rate Index Calculation - RSM Audited Financials
For Rate Year 2025

	<u>AFS FY23</u>		<u>AFS</u> <u>AFS FY23</u>	<u>% of</u> <u>Total</u>
Total Expenses		Categorized Expenses		
Payroll & Related; and Temp Labor	12,919,763	Labor	\$ 12,919,763	26.59%
Liability Insurance	230,153	Diesel	2,310,096	4.75%
Disposal	17,044,582	CNG Fuel	-	0.00%
Recycling Processing Fee	3,241,092	Replacement	3,660,241	7.53%
Rent & lease	5,419	Maintenance	1,461,407	3.01%
Supplies	630,745	Disposal	13,455,151	27.69%
Repairs & Maintenance	1,461,407	Organic Processing	3,589,431	7.39%
Fuel & Oil	2,310,096	Recycling Revenue	(833,186)	-1.71%
Buildings & Facilities	61,267	Other (incl. Gross RCY Proc'g Costs)	<u>12,033,785</u>	<u>24.76%</u>
Licenses & Permits	155,923		\$ 48,596,688	100.00%
Utilities	9,696			
Freight	44,757			
Recycling & COGS	-	RCY Processing Fee Breakdown		
Professional Services	1,239	Gross RCY Processing Costs	\$ 4,074,279	
Bad Debt	262,941	RCY Processing Revenues	<u>(833,186)</u>	
Travel, meals & entertainment	1,585	Net RCY Processing Fee	\$ 3,241,092	
Office expenses	130,809			
Taxes	6,250			
Regional Allocations	1,355,454	<u>Contra Revenue Costs</u>		
Corporate Allocations	3,478,403	Franchise Fees	\$ (8,284,390)	
Other Operating Expenses	88,970			
Depreciation & Depletion	494,840			
Amortization	1,502,208			
(Gain)/loss on sale	(6,312)			
I/C equipment & property	<u>3,165,401</u>			
Total Expenses	48,596,688			

Recology Sonoma Marin
Santa Rosa Refuse Rate Index Calculation - Revenue
For Rate Year 2025

	Rate Year						
	2018	2019	2020	2021	2022	2023	2024E
Residential	17,795,572	17,941,242	22,330,671	23,917,385	24,267,420	25,748,327	26,964,289
Commercial	22,282,471	19,280,311	20,411,987	21,171,100	21,726,924	23,757,121	24,970,836
Apartment	2,327,353	3,431,570	4,002,625	4,213,070	4,458,948	4,938,145	5,183,906
Debris Box	3,116,129	3,535,093	3,401,265	2,843,060	3,331,850	3,579,376	3,129,130
Compactors & State Facili	1,662,355	2,294,783	2,256,239	2,601,187	2,628,192	2,891,195	3,046,119
	47,183,881	46,482,999	52,402,788	54,745,802	56,413,333	60,914,163	63,294,280
		-1.5%	12.7%	4.5%	3.0%	8.0%	3.9%

Santa Rosa Refuse Rate Index Calculation

Rate Tables

For Rate Year 2025

Single Family Rates

		<u>20 Gal</u>		<u>32 Gal</u>		<u>64 Gal</u>		<u>96 Gal</u>
Curbside	\$	35.09	\$	39.46	\$	57.62	\$	88.26
On Premises		66.77		71.15		89.34		119.93

Additional SFD Rates

Additional Curbside Garbage Cart (each cart)	\$	21.51	\$	21.51	\$	40.41	\$	60.61
Additional On-Premises Garbage Cart (each cart)		34.44		34.44		53.35		73.55
Additional On-Premises Recycling Cart (each cart)		17.13		17.13		31.69		41.31
Additional Curbside Recycling Cart (each cart)		25.07		25.07		35.33		47.49
First Additional Curbside Organics Cart		12.14		12.14		12.14		12.14
Additional Curbside Organics Cart (>2)		30.07		30.07		44.63		60.45
Additional Cart Exchange or Replacement (each additional cart)				36.87	/ occurrence			
Cart Contamination Charge				43.52	/ occurrence			
Additional Large Item Collection, beyond two (2) included				139.25	/each additional collection			
Excess Large Item Collection, beyond three (3) cubic yards per collection				42.24	/ cubic yard			
Freon Extraction for Included and Excess Large Item Collection				67.44	/ each			

Extra Pick-Ups-Curbside or On-Premises

Extra Bag/Overflowing Can (based on 32 gal Can)	\$	37.60	Monthly	\$	8.70	One-Time
Residential Can (based on 64 gal Can)		56.30	Monthly		12.99	One-Time

7 Day Bin Rental-Residential Clean Up MSW

3 CY Bin (7 Day Rental)	\$	340.20	Per use
4 CY Bin (7 Day Rental)		408.57	Per use

On-call service and a la cart recycling and organics services are not available.

Weekly service required and includes recycling of all materials properly containerized, bound or boxed for collection, and organics collection up to 100% of weekly trash volume.

Santa Rosa Refuse Rate Index Calculation

Rate Tables

For Rate Year 2025

Commercial and Multi-Family Dwelling Rates

Garbage Rates	Collection Frequency					
	<u>1x/Week</u>	<u>2x/Week</u>	<u>3x/Week</u>	<u>4x/Week</u>	<u>5x/Week</u>	<u>6x/Week</u>
32 Gallon	\$ 54.91	\$ 109.83	\$ 164.75	\$ 219.68	\$ 274.58	\$ 329.49
64 Gallon	109.85	219.70	329.53	439.36	549.22	659.07
96 Gallon	164.93	329.91	494.85	659.81	824.74	989.69
1 CY Bin	353.13	539.11	730.20	936.62	1,259.00	1,493.71
1.5 CY Bin	452.85	750.06	1,039.87	1,353.39	1,668.65	1,982.53
2 CY Bin	552.61	960.97	1,349.50	1,770.06	2,078.22	2,471.30
3 CY Bin	675.52	1,248.73	1,660.08	2,154.10	2,657.41	3,167.18
4 CY Bin	845.47	1,543.59	1,973.02	2,442.44	3,124.61	3,627.24
6 CY Bin	1,146.53	1,953.49	2,951.05	3,531.54	4,847.07	6,024.65
2 CY Compactor	958.61	1,772.92	2,567.41	3,393.95	4,108.09	4,907.14
3 CY Compactor	1,284.49	2,466.66	3,486.99	4,590.01	5,702.25	6,821.03
4 CY Compactor	1,657.43	3,167.56	4,408.95	5,690.34	7,184.46	8,499.08
Extra Pick-Ups-Curbside or On-Premises						
Commercial Can (based on 64G can)	\$ 111.62	Monthly	\$ 25.78	One-Time		
1 YD Bin	359.36	Monthly	82.99	One-Time		
1.5 Yd Bin	462.18	Monthly	106.74	One-Time		
2 YD Bin	565.04	Monthly	130.52	One-Time		
3 YD Bin	694.18	Monthly	160.32	One-Time		
4 YD Bin	870.33	Monthly	200.99	One-Time		
6 YD Bin	1,183.81	Monthly	273.39	One-Time		

Roll-Off Collection (Haul only rate plus disposal per ton)	Collection Frequency					
	<u>1x/Week</u>	<u>2x/Week</u>	<u>3x/Week</u>	<u>4x/Week</u>	<u>5x/Week</u>	<u>6x/Week</u>
10, 20, & 30 CY Roll-Off	\$ 700.14	\$ 1,400.23	\$ 2,100.35	\$ 2,800.49	\$ 3,500.60	\$ 4,200.73
40 CY Roll-Off	853.11	1,706.21	2,559.32	3,412.39	4,265.53	5,118.64
Compactor	836.92	1,449.15	2,173.71	2,898.27	3,622.87	4,347.41
MSW Disposal	191.77	per ton		Tire Disposal	37.77	Each
Wood & YW Disposal	134.98	per ton				

Organic Food Waste	Collection Frequency					
	<u>1x/Week</u>	<u>2x/Week</u>	<u>3x/Week</u>	<u>4x/Week</u>	<u>5x/Week</u>	<u>6x/Week</u>
32 Gallon	\$ 51.38	\$ 102.72	\$ 154.09	\$ 205.46	\$ 256.83	\$ 308.17
64 Gallon	98.95	197.93	296.91	395.86	494.87	593.81
96 Gallon	154.28	308.59	462.87	617.13	771.43	925.70
1 CY Bin	328.26	489.34	655.57	837.11	1,134.59	1,344.42
1.5 CY Bin	400.72	652.05	896.26	1,163.22	1,431.88	1,699.19
2 CY Bin	502.85	861.52	1,200.26	1,571.06	1,829.48	2,172.80
3 CY Bin	600.90	1,099.46	1,436.20	1,855.58	2,284.26	2,719.39
4 CY Bin	745.99	1,344.56	1,674.48	2,044.39	2,627.04	3,030.15

Organic Green Waste	Collection Frequency					
	<u>1x/Week</u>	<u>2x/Week</u>	<u>3x/Week</u>	<u>4x/Week</u>	<u>5x/Week</u>	<u>6x/Week</u>
32 Gallon	\$ 55.00	\$ 109.98	\$ 164.97	\$ 219.97	\$ 274.97	\$ 329.93
64 Gallon	95.42	190.84	286.23	381.63	477.06	572.47
96 Gallon	136.02	272.06	408.08	544.09	680.12	816.12
1 CY Bin	347.14	527.10	712.17	912.55	1,228.89	1,457.62
1.5 CY Bin	443.84	732.09	1,012.83	1,317.37	1,623.65	1,928.52
2 CY Bin	540.61	936.94	1,313.45	1,721.97	2,018.14	2,399.21
3 CY Bin	657.52	1,212.65	1,605.97	2,081.98	2,567.24	3,058.97
4 CY Bin	821.42	1,495.53	1,900.91	2,346.33	3,004.43	3,483.04
6 CY Bin	1,110.48	1,881.40	2,842.89	3,387.37	4,666.82	5,808.35
10, 20, & 30 CY Roll-Off	700.14	1,400.23	2,100.35	2,800.49	3,500.60	4,200.73
40 CY Roll-Off	853.11	1,706.21	2,559.32	3,412.40	4,265.55	5,118.65
Compactor	836.92	1,673.81	2,510.73	3,347.61	4,184.55	5,021.48

Haul only rates plus per ton disposal

Santa Rosa Refuse Rate Index Calculation

Rate Tables

For Rate Year 2025

Commercial and Multi-Family Dwelling Rates

Additional MFD Rates

Additional Cart Exchange or Replacement (each additional cart)	\$ 91.44 / occurrence	
Additional Bin Exchange or Replacement (each additional cart)	168.62 / occurrence	
Cart Contamination Charge	43.52 / occurrence	
Bin Contamination Charge	130.57 / cu. yd.	
Locking Bin or Cart	13.47 / lock / month	
Service Call Back	23.48 / occurrence / container	
Overflow Bin	128.26 / cu. yd.	
Excess Large Item Collection, beyond 0.5 cubic yard per MFD service unit	36.40 / cubic yard	MFD Only
Additional Large Item Collection, beyond two (2) included pick-ups per year	119.95 / each additional collection	MFD Only
Freon Extraction for Debris Box, Included and Excess Large Item Collection	67.44 / each	
Labor Rate (for Box repair and other non-collection service needs)	130.90 /occurrence	
Compactor Cleaning (scheduled on service day only)	535.54 /occurrence	
Trip Charge (no cancellation for empty box)/Relocation Fee (on day other than service day)	350.10 /occurrence	
Monthly Box Rental (if no collection during month)	178.51 /month	
Daily Box Rental (if no collection for 7 days, up to 7 add'l days, then monthly charge applies)	25.50 /day	
Mattress	63.95 / each	

Push Rates

	<u>0-10 feet</u>	<u>11-49 feet</u>	<u>50-75 feet</u>	<u>76-100 feet</u>	<u>101+ feet</u>
No Charge	\$ 37.10	\$ 74.18	\$ 111.30	\$ 151.21	

On-call service and a la cart recycling and organics services are not available.

Weekly service required and includes recycling of all materials properly containerized, bound or boxed for collection, and organics collection up to 100% of weekly trash volume.

Rate Chart changes highlighted in green.