



Collection Services Agreement

Summary of Amendments

Staff Report - amendments to the Recommendation:

- Item B. 2) - Staff is recommending contributing Rate Stabilization and Capitalization Funds toward the one percent (1%) increase in Franchise Fees.
- Amend Item C – to read Approve a Memorandum of Understanding.

Staff Report - amendment to Alternatives:

Language has been changed to ‘use a portion the *Rate Stabilization and Capitalization* Fund to “buy down” services rates”. This is in place of using Franchise Fees.



Summary of Amendments

Amendment to Attachment D. Resolution amending 2011 Collection Services Agreement:

- Delete: 'Whereas, the City of Yuba City is deferring the increase of City Franchise fees for one year, in light of the 6% increase in service rates'.
- Add: 'Whereas, the City of Yuba City is Contributing Rate Stabilization and Capitalization Funds toward the one percent (1%) in Franchise Fees in light of the 6% increase in service rates'

Amendment to Attachment F. Memorandum of Understanding:

A draft version of the MOU was incorrectly distributed.

The final MOU includes #5. Effectiveness.





Single Family Dwelling Customers (3)

	Current Rates	Oct 2018 32-gal Rates ⁽¹⁾	Oct 2019 96-gal Rates ⁽²⁾	Oct 2019 Extra Bag Charge	Oct 2019 Extra 96-Gal Refuse Cart
Yuba City	\$27.29	\$28.93	\$ 29.25	\$0.00	\$8.00
RWMA	\$27.29	\$28.00	\$ 29.63	\$4.47	\$15.50
Difference		\$0.93	\$(0.38)		

(1) Assumes 6% rate adjustment. Assumes most RWMA customers will stay with 32-gal service even though the 96-gal cart provides 200% more capacity for only \$1.00/month.

(2) Assumes the 2019 Yuba City Contract Rate and a 2.17% (annual average for past 10 years) rate adjustment to RWMA rates and apples-to-apples (96 gallon) rate comparison.

(3) Similarly to the residential rates, Yuba City's 2018 commercial rates will be a bit higher than RWMA rates. Beginning, in the first year (2019) of Yuba City's new contract, however, Yuba City rates will be lower than RWMA rates.

Drop Boxes & Compactors		
	Yuba City October 2019	RWMA October 2019
Drop Box Service Per Haul		
Debris Box (Roll Off)	\$300.00	\$340.00
Compactor (Roll Off)	\$350.00	\$390.00
Disposal Per Ton		
C&D	\$80.00	\$80.00
Wood	\$30.00	\$30.00
Mixed Recycling	\$75.00	\$75.00
Green Waste/Organics	\$54.90	54.90
OCC	\$50.00	\$50.00
Clean Concrete	\$10.00	\$10.00
Landfill	\$70.00	\$69.67
Other Charges		
Demurrage	\$20.00 per day after 7 days	\$25.00 per day
Trip Charge	\$0.00	\$90.00 per trip
Same day service	\$0.00	\$90.00 per load

	Yuba City 2019	RWMA 2018
Vehicles	All New 2019 Trucks	Used fleet
Residential Carts	All New 96-gal Wheeled Carts	Use existing carts of various sizes.
Commercial Bins	All New Commercial Dumpsters	Use existing dumpsters.
New Contract Procurement/Negotiation Fee	\$100,000	\$160,000
Franchise Fee	10%	10%
Road Maintenance Fee	1%	None
Community Partnership Fee	None	1%
RWMA Surcharge	Same as RWMA	
Contract Term	10-year primary term 2 – 5-year extensions	10-year primary term 3 – 5-year extensions
Residential Refuse Extra Bag Cost	No Charge	\$4.47 per bag
Residential Refuse Extra Refuse Cart Cost	\$8.00/month	\$15.50/month
Commercial Recycling	Phased-in rates (Amendment to final year of current agreement) Oct 1, 2018: no charge April 1, 2019: 30% of solid waste Oct 1, 2019: 40% of solid waste April 1, 2020: 50 % of solid waste	Phased-in rates Oct 1, 2018: no charge April 1, 2019: 30% of solid waste Oct 1, 2019: 40% of solid waste April 1, 2020: 50 % of solid waste

	Yuba City 2019	RWMA 2018
Closure/Post Closure exposure	Through September 30, 2018 – with City approval of 6% 2018 Rate adjustment and phased-in commercial recycling rates.	Through September 30, 2018
Commercial Organics	Introduced Oct 1, 2019 for AB 1826 compliance.	Introduced Oct 1, 2018 for AB 1826 compliance.
FY19 Rate Review	Waived – with City approval of 6% 2018 Rate adjustment and phased-in commercial recycling rates.	Waived
Rate adjustment procedure	CPI with 3% cap and roll-over when excess of 3%. City retains final approval authority.	CPI with 3% cap and roll-over when excess of 3%. Adjustments are effective after administrative review for correctness. City Council/County Supervisor approval not required.
Extraordinary rate adjustment	The City retains broad discretion and approval authority for extraordinary rate adjustment.	Includes opportunities for contractor to secure rate increases for multiple contractually defined issues.
City Services	All City facilities will be served at no charge throughout the term of the contract.	Contractor may charge the City when services exceed 5% of beginning, defined service levels.