



# City of Alameda


Findings and Recommendations from  
the Review of Alameda County  
Industries' 2016 Refuse Rate Application

June 21, 2016



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6-D Revised Presentation  
6/21/16

## RP15 Application and Adjustments

	Rate Period 14		Rate Period 15	
	Final Application	ACI Application	HF&H Adjustments	Adjusted Application
<b>Expenses</b>				
1 Total Operating Exp. Eligible for Profit	\$9,737,436	10,124,747	(\$295,842)	\$9,828,905
2 Profit (90% Operating Ratio)	\$1,081,937	1,124,972	(\$32,871)	\$1,092,101
<b>Pass-Through Costs</b>				
3 Disposal	2,284,441	2,355,615	30,775	2,386,389
4 Regulatory Fees MRF Tax San Leandro		11,902	(11,902)	-
5 Recycling Processing	1,007,130	1,032,916	-	1,032,916
6 MRF Incremental Labor Costs	849,012	940,800	(80,045)	860,755
7 Container Reimbursement	190,150	273,508	27,138	300,646
8 Franchise Fees	1,780,586	1,837,898	75,789	1,913,687
9 City Fees	1,353,995	1,394,615	(5,954)	1,388,661
10 Rate Stabilization Fund	110,000	-	110,000	110,000
11 Interest	260,180	222,810	-	222,810
12 Total Pass-Through Costs	\$7,835,494	8,070,064	\$145,800	\$8,215,864
13 Total Expenses	\$18,654,868	19,319,783	(\$182,913)	\$19,136,870
14 Projected Revenue (at current rates)	\$17,320,214	18,654,868	\$482,002	\$19,136,870
15 Projected Surplus / (Shortfall)	(\$1,334,654)	(\$664,915)	\$664,915	\$0
16 Increase for Current Operations	7.70%	3.56%		0.00%

### CPI % Changes (2014 vs 2015)

CBA - 2.70% min

Wages - 2.24%

Vehicle - 1.38%

Other - 2.56%



## Sample Single Family Cart Rate No Change!

Container Size	Current Rates	Proposed Rates	\$\$ Change
20 - gallon	\$30.65	\$30.65	\$0.00
32 - gallon	\$38.68	\$38.68	\$0.00
64 - gallon	\$63.56	\$63.56	\$0.00
96 - gallon	\$88.77	\$88.77	\$0.00





## Net Revenue / Expenses Projections

Projected Net Due from ACI through  
2021

		Revenue Realization		
		Low	Medium	High
Commodity Revenue	Low	\$ 207,981	\$ 521,515	\$ 995,324
	Medium	\$ 407,981	\$ 721,515	\$ 1,195,324
	High	\$ 607,981	\$ 921,515	\$ 1,395,324

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## Net Revenue / Expenses Projections

		Revenue Realization		
		Low	Medium	High
Commodity Revenue	Low	(\$1,210,910)	(\$716,987)	\$296,699
	Medium	(\$610,910)	(\$116,987)	\$659,977
	High	(\$10,910)	\$483,013	\$1,259,977

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## Questions?

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## Rates versus Revenue



— Rate Increase — Change in Revenue

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