



AGENDA ITEM MEMORADUM

Town Manager's Office

Bud Bentley

Department

Assistant Town Manager

COMMISSION MEETING DATE - 7:00 PM	Deadline to Town Clerk
August 21, 2012	

- | | | | |
|---------------------------------------|--|---------------------------------------|---------------------------------------|
| <input type="checkbox"/> Presentation | <input checked="" type="checkbox"/> Reports | <input type="checkbox"/> Consent | <input type="checkbox"/> Ordinance |
| <input type="checkbox"/> Resolution | <input type="checkbox"/> Quasi-Judicial | <input type="checkbox"/> Old Business | <input type="checkbox"/> New Business |

SUBJECT TITLE: October 1, 2012 Solid Waste Collection Rates

EXPLANATION: Section 6.8 of the Town's Solid Waste and Recycling Collection Agreement with Choice Environmental provides that collection rates may change to reflect changes in the cost of disposal (tipping fee) and shall change to reflect adjustments in the Consumer Price Index (CPI) for the South Florida area if requested by either the Town or Choice.

Tipping Fee: On October 1, 2012 the tipping fee set by the Resource Recovery Board for refuse disposal at their facilities will decrease from \$75.57 to \$67.93 per ton. This is a decrease of \$4.64 or (-6.4%) from the current. The tipping fee is made up of \$59.00 for Wheelabrator's disposal operations and \$10.93 for a variety of Broward County programs and operations related to solid waste disposal. Staff recommends that this savings in its entirety be passed on to Town residents and businesses via a collection rate adjustment.

CPI: In the period from June 2011 to June 2012 the South Florida CPI increase was 1.2%. Choice has requested the collection portion of our rates be increased proportionate to the CPI increase.

October 1, 2012 Collection Rates: The upcoming reduction in the tipping fee more than offsets the increase in the CPI and results in the following net decrease in the collection fees for carts and dumpsters.

Table 1 – October 1, 2012 Collection Rates

Service	October 1, 2011	October 1, 2012	Percentage Change
Single Family Cart	\$15.55	\$15.13	-2.72%
Multi-family Carts	\$15.82	\$15.40	-2.65%
Multi-family Dumpsters	Varies according to dumpster size and number of pick-up		-1.08%
Commercial Dumpsters			-1.08%



The full set of Rate Exhibits (**Exhibit 1**) is attached. Also attached is a spreadsheet (**Exhibit 2**) that shows the calculation for the October 1st single family cart rate.

No action is required by the Commission, unless you disagree with the staff recommendation to pass on the tipping fee savings in total to our residents and businesses.

- Exhibits:**
- 1. Rate Exhibits**
 - 2. Calculation of Single Family Collection Rates**

Reviewed by Town Attorney

Yes No

Town Manager Initials CA

OCTOBER 1, 2012 COLLECTION RATES

**Solid Waste, Bulk Waste, and Recycling Collection Services Agreement
Between
The Town of Lauderdale By-The-Sea, Florida
and
Choice Environmental Services of Broward, Inc.**

EXHIBIT 1	Residential Collection Rate for Single Family/Duplex	2
EXHIBIT 2	Residential Collection Rate for Multi Family with Carts	3
EXHIBIT 3-2012	Multifamily Utilizing Dumpsters Collection Services	4
EXHIBIT 4-2012	Commercial Dumpster Collection Services	5
EXHIBIT 5-2012	Commercial Compacted Dumpster Collection Services	6

Exhibit 1

SINGLE FAMILY AND DUPLEX RESIDENTIAL COLLECTION SERVICES

Collection Rate Per Unit Per Month

Single Family and Duplex		Effective October 1st						
Service Components		2009	2010	2011	2012	2013	2014	2015
1.	Solid Waste Disposal Fee	\$10.90	\$10.98	\$8.03	\$7.52			
2.	Solid Waste Collection (unlimited volume, twice a week pickup)	\$3.98	\$3.99	\$4.15	\$4.31			
3.	Bulk Collection (unlimited volume, once per month pickup)	\$1.05	\$1.05	\$1.10	\$1.14			
4.	Recycling (unlimited volume, once per week pickup)	\$1.99	\$2.00	\$2.08	\$2.16			
Monthly Collection Rate		\$17.92	\$18.02	\$15.35	\$15.13			
History of Changes								
Disposal (Tipping) \$ per ton		\$98.50	\$99.20	\$75.57	\$67.93			
Disposal (Tipping) % Change			0.7%	-26.8%	-6.4%			
Collection (CPI) % Change			0.3%	4.0%	1.2%			
Total Change			0.5%	-14.8%	-2.65%			

Exhibit 2

MULTIFAMILY CART COLLECTION SERVICES

Multifamily Cart Service		Collection Fee Per Unit Per Month						
		<i>Effective October 1st</i>						
Service		2009	2010	2011	2012	2013	2014	2015
1.	Solid Waste Disposal Fee	\$10.90	\$10.98	\$8.03	\$7.52			
2.	Solid Waste Collection (unlimited volume, twice a week pickup)	\$4.65	\$4.66	\$4.85	\$4.91			
3.	Bulk Collection (unlimited volume, once per month pickup)	\$0.50	\$0.50	\$0.52	\$0.53			
4.	Recycling (unlimited volume, once per week pickup)	\$2.32	\$2.33	\$2.42	\$2.45			
Monthly Service Rate		\$18.37	\$18.47	\$15.82	\$15.40			
History of Changes								
Disposal (Tipping) \$ per ton		\$98.50	\$99.20	\$75.57	\$67.93			
Disposal (Tipping) % Change			0.3%	4.0%	-6.4%			
Collection (CPI) % Change			0.7%	-26%	1.2%			
Total Change			0.5%	-14.8%	-2.65%			

Exhibit 3-2012

RESIDENTIAL DUMPSTER COLLECTION SERVICES Effective October 1, 2012

Monthly Rates for Multifamily Utilizing Dumpsters						
Pick-Ups Per Week	1 Cubic Yard	2 Cubic Yards	3 Cubic Yards	4 Cubic Yards	6 Cubic Yards	8 Cubic Yards
2	\$188.08	\$232.40	\$348.49	\$456.91	\$511.12	\$619.54
3	\$295.34	\$348.49	\$522.73	\$662.13	\$731.83	\$859.61
4	\$393.77	\$464.66	\$673.75	\$836.38	\$929.31	\$1,053.21
5	\$492.23	\$580.82	\$798.63	\$1,006.75	\$1,074.52	\$1,239.08
6	\$570.98	\$673.75	\$923.50	\$1,115.18	\$1,184.87	\$1,486.89
7	\$643.17	\$758.94	\$1,036.76	\$1,246.83	\$1,341.70	\$1,680.50

Rate includes dumpster rental, maintenance, rollout, and disposal.

The above rates reflect the increase in accordance with the 2012 Agreement by the amount of the June-June CPI and the change in the Disposal Charge as shown below.

Changes to Rates		
	Applies to % of Total	% Increase
CPI = Collection Services	70%	1.2%
Disposal = only disposal charge	30%	-6.4%
Total Change	100%	-1.08%

Exhibit 4-2012

COMMERCIAL DUMPSTER COLLECTION SERVICES

Effective October 1, 2012

Monthly Rates Commercial Dumpster Service							
Pick-Ups Per Week	96 Gallons Each	1 Cubic Yard	2 Cubic Yards	3 Cubic Yards	4 Cubic Yards	6 Cubic Yards	8 Cubic Yards
2	\$69.87	\$207.25	\$244.56	\$366.83	\$480.96	\$487.19	\$652.15
3	\$104.81	\$310.87	\$366.83	\$550.25	\$696.98	\$770.35	\$904.85
4	\$139.75	\$414.50	\$489.11	\$709.21	\$880.40	\$978.22	\$1,108.65
5	\$174.68	\$518.12	\$611.39	\$840.66	\$1,059.74	\$1,131.07	\$1,304.29
6	\$202.63	\$601.02	\$709.21	\$972.11	\$1,173.86	\$1,247.23	\$1,565.15
7	\$228.25	\$677.02	\$798.88	\$1,091.33	\$1,312.45	\$1,412.31	\$1,768.95

Rate includes dumpster rental, maintenance, rollout, and disposal.

The above rates reflect the increase in accordance with the 2012 Agreement by the amount of the June-June CPI and change in the Disposal Charge shown below.

Changes to Rates		
	Applies to % of Total	% Increase
CPI = Collection Services	70%	1.2%
Disposal = only disposal charge	30%	-6.4%
Total Change	100%	-1.08%

Exhibit 5-2012

COMMERCIAL COMPACTED DUMPSTER COLLECTION SERVICES

Effective October 1, 2012

Monthly Rates for Commercial Compacted Dumpster Service					
Pick-Ups Per Week	2 Cubic Yards	3 Cubic Yards	4 Cubic Yards	6 Cubic Yards	8 Cubic Yards
2	\$489.11	\$733.67	\$480.96	\$1,076.04	\$652.15
3	\$733.67	\$1,100.50	\$696.98	\$1,540.70	\$904.85
4	\$978.22	\$1,418.42	\$880.40	\$1,956.44	\$1,108.65
5	\$1,222.78	\$1,681.32	\$1,059.74	\$2,262.13	\$1,304.29
6	\$1,418.42	\$1,944.21	\$1,173.86	\$2,494.46	\$1,565.15
7	\$1,597.76	\$2,182.66	\$1,312.45	\$2,824.61	\$1,768.95

Rate includes dumpster rental, maintenance, rollout, and disposal.

Compactors may be obtained from any source provided that the compactor must be of the type that can be serviced by the CONTRACTOR'S equipment.

Residential Units utilizing compacted Dumpster Collection Services will be charged the monthly rates identified above.

The above rates reflect the increase in accordance with the 2012 Agreement by the amount of the June-June CPI and change in the Disposal Charge as shown below.

Changes to Rates		
	Applies to % of Total	% Change
CPI = Collection Services	70%	1.2%
Disposal = only disposal charge	30%	-6.4%
Total Change	100%	-1.08%

Change in Solid Waste Collection Rates for LBTS

SINGLE FAMILY CARTS

	1-Oct-09	1-Oct-10	Change		1-Oct-11	Change		1-Oct-12	Change	
Tipping Fee (per ton)	\$98.50	\$99.20	\$0.70	0.71%	\$72.57	(\$26.63)	-26.8%	\$67.93	(\$4.64)	-6.4%
CPI Increase (June - June)				3.0%			4.0%			1.2%
<u>Change in Monthly Rate for Single Family Cart</u>										
Disposal Rate	\$10.90	\$10.98	\$0.08	0.71%	\$8.03	(\$2.95)	-26.8%	\$7.52	(\$0.51)	-6.4%
Collection Rates										
Solid Waste Collection	\$3.98	\$4.10	\$0.119	3.0%	\$4.26	\$0.16	4.0%	\$4.31	\$0.05	1.2%
Recycling Collection	\$1.99	\$2.05	\$0.060	3.0%	\$2.13	\$0.08	4.0%	\$2.16	\$0.03	1.2%
Bulk Waste Collection	\$1.05	\$1.08	\$0.032	3.0%	\$1.12	\$0.04	4.0%	\$1.14	\$0.01	1.2%
Total Collection	\$7.02	\$7.23	\$0.21	3.0%	\$7.52	\$0.29	4.0%	\$7.61	\$0.09	1.2%
TOTAL	\$17.92	\$18.21	\$0.29	1.61%	\$15.55	-\$2.66	-14.60%	\$15.13	-\$0.42	-2.72%

Disposal Fee as % of Monthly Total	61%	60%		52%		50%
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Exhibit 2