CITY OF WILDOMAR
CC - REGULAR MEETING
PUBLIC HEARING
Agenda Staff Report # 2.2
Meeting Date: November 8, 2023

SUBJECT: Increase in Solid Waste Collection Service Rates

SUBMITTED BY: Adam Jantz

PREPARED BY: Adam Jantz

ACTION:
Adopt a Resolution entitled:

RESOLUTION NO. 2023 - ___
A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WILDOMAR, CALIFORNIA, AUTHORIZING THE ADJUSTMENT OF RESIDENTIAL, COMMERCIAL, AND ROLL-OFF SOLID WASTE COLLECTION AND TRANSPORTATION RATES FOR CR&R SERVICES AND INCREASING THE FRANCHISE FEE RATE COMMENCING JANUARY 1, 2024

SUMMARY:
Increase in Solid Waste Collection Service Rates

BACKGROUND:
Notice of this Public Hearing was provided in accordance with section 6(A) of Article XIID of the California Constitution (Proposition 218) and Government Code Sections 53755 and 53756

As a condition of the Agreement between the City and CR&R for city-wide solid waste and recycling services, CR&R can adjust their rate schedule based on the CPI on an annual basis commencing July 1st. However, those changes must be approved by the City Council.

At the June 14th, 2023, Council Meeting, an amendment to the franchise agreement was approved to delay the CPI rate increase until January 1st, 2024. The amendment also delayed the increase in franchise fees from 8% to 10% of gross receipts remitted to the City until January 1st, 2024.

In order to meet the requirements of Prop 218, a public hearing is required. Notices of this

public hearing were sent to all affected customers between September 18th-22nd 2023.

The proposed Schedule of Approved Rates for the period of January 1, 2024, to June 30, 2024, is included in the attached schedule. This rate adjustment is in accordance with the contractually required rate adjustment as set forth in the Franchise Agreement and the rate adjustment for residential, commercial, and roll-off services noted above.

DISCUSSION:
According to the proposed rate schedule, the Standard Residential Service rate will increase from $31.39 to $36.61 per month. This increase incorporates the change in CPI, Riverside County disposal fee increases, and the City franchise fee percentage increase.

FISCAL IMPACT:
Although the City does not directly receive any fees from customers, the increased rates and increased percentage of gross receipts will result in higher franchise fees remitted to the City. It is estimated that the City will receive approximately $70,000 more in franchise fees in FY2023.

ACCOUNT CODE:
100-3120

ATTACHMENTS:
Attachment A. CR&R January 1st 2024 Wildomar Rate Schedule.pdf
Presentation CR&R Collection Service Rate Increase.pdf
Attachment B. Resolution CRR Rate Adj 11-8-2023