

RESOLUTION NO. 2021-28

**RESOLUTION FIXING SOLID WASTE RATES TO BE CHARGED BY FRANCHISEE
IN THE CITY OF FOREST GROVE AND REPEALING RESOLUTION NO. 2018-46**

WHEREAS, the City Council has adopted Ordinance No. 87-2, known as the Forest Grove Solid Waste Management Ordinance; and

WHEREAS, Section 8, Paragraph 5, of Ordinance No. 87-2 allows the Franchisee or the City to apply for a supplemental rate adjustment when there has been a change in the Franchisee's Metropolitan Service District (Metro) fee for services covered under the Ordinance; and

WHEREAS, Metro is increasing the solid waste tipping fee as of July 1, 2021, by seventeen percent (17%) from \$98.35 per ton to \$115.15 per ton; and

WHEREAS, Waste Management is requesting a 4.1% increase in residential solid waste rates and a 5.1% increase in commercial solid waste rate increases effective July 1, 2021; and

WHEREAS, Waste Management has furnished written proof of the increase by Metro as required by Section 8, Paragraph 5(a), of the Ordinance, and staff has verified and reported this information to the City Council as required by Section 8, Paragraph 5(b) of the Ordinance; and

WHEREAS, after verification of the fee increase by the City, Section 8, Paragraph 5(c) of the Ordinance states that the City Council shall approve a rate change for the Franchisee which passes through the changes in its fees set by Metro.

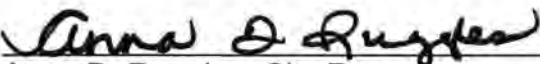
NOW, THEREFORE, BE IT RESOLVED BY THE CITY OF FOREST GROVE AS FOLLOWS:

Section 1. Effective July 1, 2021, solid waste service rates within the City of Forest Grove shall be uniform for the same service and shall not exceed those rates set forth in Exhibit A.

Section 2. Resolution No. 2018-46 is hereby repealed effective July 1, 2021.


Section 3. This resolution is effective immediately upon its enactment by the City Council.

PRESENTED AND PASSED this 14th day of June, 2021.



Anna D. Ruggles, City Recorder

APPROVED by the Mayor this 14th day of June, 2021.



Peter B. Truax, Mayor

City of Forest Grove
Rates For Solid Waste Recycling
Effective July 1, 2021 Exhibit A

Residential Rates

WEEKLY ROLL CART SERVICE	Current Rate	Proposed Rate
One - 20gal cart - 1 pickup per week	\$ 22.05	\$ 22.80
One - 35gal cart - 1 pickup per week	\$ 24.75	\$ 25.70
Each additional 35gal cart	\$ 14.50	\$ 15.45
One - 60gal cart - 1 pickup per week	\$ 38.05	\$ 39.70
Each additional 60gal cart	\$ 27.60	\$ 29.25
One - 90gal cart - 1 pickup per week	\$ 53.20	\$ 55.70
Each additional 90gal cart	\$ 41.25	\$ 43.75
WILL CALL SERVICE		
Will call billed - 35gal cart	\$ 5.20	\$ 5.45
Will call container rental - 35gal cart (Includes Weekly Recycling)	\$ 10.90	\$ 10.90
EXTRAS		
Additional Recycling Roll Cart (added 2007)	\$ 5.15	\$ 5.15
Garbage - can or bag	\$ 8.40	\$ 8.65
Yard Debris - bag or 2x2 bundle	\$ 3.30	\$ 3.30
RECYCLING ONLY		
One Pickup per Week	\$ 9.40	\$ 9.40
YARD DEBRIS ONLY		
Bi-weekly pickup - 60 gal cart	\$ 4.75	\$ 4.75
Additional Yard Debris Cart	\$ 4.75	\$ 4.75
Bi-weekly pickup - 90 gal cart	\$ 5.25	\$ 5.25
Additional Yard Debris Cart	\$ 5.75	\$ 5.75
MISCELLANEOUS		
Call Back Charge	\$ 15.50	\$ 15.50
Distance Charge	\$ 2.60	\$ 2.60
Cart Delivery/Pickup Charge	\$ 14.50	\$ 14.50

City of Forest Grove
Rates For Solid Waste Recycling
Effective July 1, 2021 Exhibit A

Commercial and Multi-Family Rates

Rate Category	Serviced per Week	Monthly Adopted Rates	
<u>Commercial Rollcart Service (Loose)</u>		Current Rate	Proposed Rate
20 Gallon		\$ 20.18	\$ 20.93
35 Gallon		\$ 23.05	\$ 24.00
60 Gallon		\$ 37.17	\$ 38.82
90 Gallon		\$ 53.26	\$ 55.76
<u>Commercial Container Service (Loose)</u>			
	<u>Container Size</u>		
Commercial Front Load Containers			
One yard		\$ 103.86	\$ 107.80
Each Additional		\$ 91.33	\$ 95.27
One yard		\$ 189.57	\$ 197.43
Each Additional		\$ 171.19	\$ 179.06
One yard		\$ 279.09	\$ 290.89
Each Additional		\$ 252.76	\$ 264.56
One yard		\$ 368.73	\$ 384.46
Each Additional		\$ 333.15	\$ 348.88
One yard		\$ 458.36	\$ 478.02
Each Additional		\$ 413.54	\$ 433.21
One and 1/2		\$ 138.91	\$ 144.81
Each Additional		\$ 127.44	\$ 133.34
One and 1/2		\$ 267.62	\$ 279.42
Each Additional		\$ 242.35	\$ 254.15
One and 1/2		\$ 395.17	\$ 412.87
Each Additional		\$ 357.15	\$ 374.85
One and 1/2		\$ 522.61	\$ 546.21
Each Additional		\$ 473.23	\$ 496.83
One and 1/2		\$ 650.05	\$ 679.55
Each Additional		\$ 589.20	\$ 618.70

City of Forest Grove
Rates For Solid Waste Recycling
Effective July 1, 2021 Exhibit A

Commercial and Multi-Family Rates

Two yards	\$	174.59	\$	182.46
Each Additional	\$	159.72	\$	167.59
Two yards	\$	335.38	\$	351.11
Each Additional	\$	305.54	\$	321.27
Two yards	\$	499.67	\$	523.27
Each Additional	\$	451.35	\$	474.95
Two yards	\$	617.98	\$	649.44
Each Additional	\$	598.44	\$	629.90
Two yards	\$	744.36	\$	783.69
Each Additional	\$	706.44	\$	745.77
Three yards	\$	250.42	\$	262.22
Each Additional	\$	232.05	\$	243.85
Three yards	\$	483.53	\$	507.13
Each Additional	\$	447.95	\$	471.55
Three yards	\$	717.91	\$	753.31
Each Additional	\$	663.86	\$	699.25
Three yards	\$	951.02	\$	998.22
Each Additional	\$	879.87	\$	927.06
Three yards	\$	1,185.40	\$	1,244.40
Each Additional	\$	1,095.88	\$	1,154.87

City of Forest Grove
Rates For Solid Waste Recycling
Effective July 1, 2021 Exhibit A

Commercial and Multi-Family Rates

<u>Container Size</u>			
Commercial Front Load Containers			
Four yards	\$ 318.18		\$ 333.91
Each Additional	\$ 299.80		\$ 315.53
Four yards	\$ 617.98		\$ 649.44
Each Additional	\$ 581.13		\$ 612.59
Four yards	\$ 917.78		\$ 964.98
Each Additional	\$ 863.83		\$ 911.03
Four yards	\$ 1,217.58		\$ 1,217.58
Each Additional	\$ 1,145.26		\$ 1,145.26
Four yards	\$ 1,517.39		\$ 1,596.05
Each Additional	\$ 1,427.75		\$ 1,506.41
Six yards	\$ 419.28		\$ 442.88
Each Additional	\$ 396.34		\$ 419.94
Six yards	\$ 816.68		\$ 863.87
Each Additional	\$ 771.97		\$ 819.16
Six yards	\$ 1,215.25		\$ 1,286.04
Each Additional	\$ 1,147.60		\$ 1,218.39
Six yards	\$ 1,612.75		\$ 1,707.15
Each Additional	\$ 1,521.95		\$ 1,616.34
Six yards	\$ 2,011.22		\$ 2,129.21
Each Additional	\$ 1,896.41		\$ 2,014.40
Eight yards	\$ 543.32		\$ 574.78
Each Additional	\$ 503.07		\$ 534.53
Eight yards	\$ 1,040.65		\$ 1,103.58
Each Additional	\$ 960.26		\$ 1,023.19
Eight yards	\$ 1,536.93		\$ 1,631.32
Each Additional	\$ 1,416.28		\$ 1,510.68
Eight yards	\$ 2,034.26		\$ 2,160.12
Each Additional	\$ 1,873.37		\$ 1,999.22
Eight yards	\$ 2,530.43		\$ 2,687.75
Each Additional	\$ 2,329.50		\$ 2,486.82

City of Forest Grove
Rates For Solid Waste Recycling
Effective July 1, 2021 Exhibit A

Commercial and Multi-Family Rates			
<u>Commercial Container Services - Recycling</u>			
35 Gallon Rollcart	\$	6.48	\$ 6.48
60 Gallon Rollcart	\$	8.92	\$ 8.92
90 Gallon Rollcart	\$	10.30	\$ 10.30
1 Yard Container	\$	16.25	\$ 16.25
1.5 Yard Container	\$	20.82	\$ 20.82
2 Yard Container	\$	24.11	\$ 24.11
3 Yard Container	\$	33.56	\$ 33.56
4 Yard Container	\$	43.33	\$ 43.33
6 Yard Container	\$	53.95	\$ 53.95
8 Yard Container	\$	68.61	\$ 68.61
<u>Commercial Container Services - Will Call</u>			
1 Yard Container - Rental	\$	17.52	\$ 17.52
1 Yard Container - Dump Fee Per Pull	\$	24.74	\$ 25.65
2 Yard Container - Rental	\$	25.28	\$ 25.28
2 Yard Container - Dump Fee Per Pull	\$	49.28	\$ 51.09
3 Yard Container - Rental	\$	34.73	\$ 34.73
3 Yard Container - Dump Fee Per Pull	\$	74.02	\$ 76.74
<u>Commercial Container Services - Temporary</u>			
2 Yard Container - Delivery Fee	\$	43.54	\$ 43.54
2 Yard Container - Dump Fee Per Pull	\$	49.28	\$ 51.09
3 Yard Container - Delivery Fee	\$	43.54	\$ 43.54
3 Yard Container - Dump Fee Per Pull	\$	73.67	\$ 76.39
4 Yard Container - Delivery Fee	\$	43.54	\$ 43.54
4 Yard Container - Dump Fee Per Pull	\$	98.66	\$ 102.29

City of Forest Grove
Rates For Solid Waste Recycling
Effective July 1, 2021 Exhibit A

Roll-off Drop Box Service - Rates

	Rate	No Change in Rate
Non-Compacted		
Dry Waste		
10 Yard	\$ 176.72	\$ 176.72
20 Yard	\$ 176.72	\$ 176.72
30 Yard	\$ 206.56	\$ 206.56
40 Yard	\$ 235.23	\$ 235.23
Wet Waste		
10 Yard	\$ 199.87	\$ 199.87
20 Yard	\$ 212.08	\$ 212.08
30 Yard	\$ 261.78	\$ 261.78
40 Yard	\$ 298.21	\$ 298.21
Compacted		
Dry Waste		
10 Yard	\$ 235.23	\$ 235.23
20 Yard	\$ 235.23	\$ 235.23
30 Yard	\$ 251.80	\$ 251.80
40 Yard	\$ 289.40	\$ 289.40
Wet Waste		
10 Yard	\$ 289.40	\$ 289.40
20 Yard	\$ 289.40	\$ 289.40
30 Yard	\$ 361.19	\$ 361.19
40 Yard	\$ 431.81	\$ 431.81
Exchange Service		
Dry Waste		
20 Yard	\$ 156.86	\$ 156.86
30 Yard	\$ 187.76	\$ 187.76
40 Yard	\$ 247.45	\$ 247.45
Wet Waste		
20 Yard	\$ 192.22	\$ 192.22
30 Yard	\$ 242.99	\$ 242.99
40 Yard	\$ 310.32	\$ 310.32
Demmorage		
Dry Waste		
10-20 Yard	\$ 8.92	\$ 8.92
30 Yard	\$ 11.36	\$ 11.36
40 Yard	\$ 15.82	\$ 15.82



A place where families and businesses thrive.

<u>CITY RECORDER USE ONLY:</u>	
AGENDA ITEM #:	<u>8.</u>
MEETING DATE:	<u>06/14/2021</u>
FINAL ACTION:	<u>RESO 2021-28</u>

CITY COUNCIL STAFF REPORT

TO: *City Council*

FROM: *Jesse VanderZanden, City Manager*

MEETING DATE: *June 14, 2021*

PROJECT TEAM: *Paul Downey, Director of Administrative Services*

SUBJECT TITLE: *Report on Waste Management’s Request for a Rate Increase Due to Increased Metro Solid Waste Tip Fees*

ACTION REQUESTED:

<input type="checkbox"/>	Ordinance	<input type="checkbox"/>	Order	<input checked="" type="checkbox"/>	X	Resolution	<input type="checkbox"/>	Motion	<input type="checkbox"/>	Informational
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X all that apply

ISSUE STATEMENT: Metro is increasing its Solid Waste Tip Fees by 17% on July 1, 2021. City Ordinance No. 87-2 and subsequent amendments is the City’s solid waste franchise agreement for Waste Management. Ordinance No. 87-2 allows the Franchisee (Waste Management or WM) or the City to apply for a supplemental rate adjustment. After the procedures in the rate increase have been followed and verified by City staff, the Ordinance states “the City Council shall approve a rate change for the Franchisee which passes through the changes in its fees set by the Metropolitan Service District (Metro).” Staff has prepared a resolution increasing WM’s residential and commercial rates as of July 1, 2021, for Council approval.

BACKGROUND: Section 8, Paragraph 4, of the Ordinance describes the procedures for a regular rate review process. Section 8, paragraph 5, of the Ordinance establishes a procedure for a supplemental rate review when there has been a change in the fees imposed by Metro for services under this Ordinance. That section states:

- (5) As an exception to the rate change procedure provided in subsection (4) above, when there has been a change in the Franchisee's Metropolitan Service District fee for services covered under this Ordinance, the Franchisee or the City may apply for a supplemental rate adjustment based upon the following procedures:
 - (a) Franchisee shall furnish to the City Manager written proof that the Franchisee's Metropolitan Service District fees have been changed for services that are covered by this Ordinance.
 - (b) The City Manager shall verify and report this information to the City Council.
 - (c) The City Council shall approve a rate change for the Franchisee which passes through the changes in its fees set by the Metropolitan Service District. Such a rate

change shall be retroactive to the date that the Metropolitan Service District rate change is effective.

Metro's Tip Fee is increasing by \$16.80 per ton on July 1, 2021, from \$98.35 per ton to \$115.15 per ton. The breakdown of that fee is as follows:

Metro Solid Waste Tip Fee				
	Effective			Change
	7/1/2019	7/1/2020	7/1/2021	2020 to 2021
Total Tip Fee	97.45	98.35	115.15	
Increase in Tip Fee		0.90	16.80	17.1%
Change in Components:				
Tonnage	64.41	64.41	72.81	8.40
Regional System Fee	18.58	18.58	25.65	7.07
Excise Tax	11.57	12.47	13.80	1.33
DEQ Fees	1.89	1.89	1.89	-
Comm. Enhancement	1.00	1.00	1.00	-
	97.45	98.35	115.15	16.80

The components of the Tip Fee that are increasing are:

- The Tonnage Fee which covers the cost of Metro's disposal and recovery operations
- The Regional System fee which covers the costs of Metro's solid waste programs and services
- Metro Excise Tax which contributes toward Metro's general government revenue

WM has furnished written proof to the City staff that Metro's fees are changing for services that are covered by this Ordinance and staff has verified this information and is reporting it to the City Council tonight.

WM did not request an increase in rates when the Tip Fee increased by \$0.90 per ton on July 1, 2020, as WM was able to absorb this smaller increase within the current rate. The \$17.80 per ton increase on July 1, 2021, is too large for WM to absorb within the current rates.

The Tip Fee is one cost element in the rates charged by WM. Another cost element is the 5% franchise fee the City charges based on WM's gross revenue for collection services in Forest Grove. As revenue increases, the franchise fee increases. Waste Management has determined

that this increase in the Tip Fee and the resulting increase in franchise fees results in the need for residential rates to increase by 4.1% and commercial rates to increase by 5.1% as of July 1, 2021. Staff has reviewed the percentage increases and determined that they are accurate. Since collection rates are billed as bundled service, the rate increase will be included in the total monthly rate on the invoice.

STAFF RECOMMENDATION: After reviewing the rate increase proposal and the requirements of Section 8(5) of the Ordinance, staff is recommending that the rate increases requested by WM for residential and commercial services be approved as of July 1, 2021, as is required by the Ordinance.

ATTACHMENTS: Resolution Fixing Solid Waste Rates and Exhibit A to the Resolution