

RESOLUTION NO. 21-55

**A RESOLUTION ADJUSTING SOLID WASTE COLLECTION AND DISPOSAL RATES
EFFECTIVE FEBRUARY 1, 2022**

WHEREAS, Ordinance No. 06-1001 was adopted February 1, 2006. Under said Ordinance, an agreement was entered into between the City of Oregon City and Oregon City Garbage Company, Inc. (dba B&B Leasing) for a Solid Waste Collection and Disposal Franchise; and

WHEREAS, Chapter 8.20.130 of the Oregon City Municipal Code, provides that rates shall be approved by the City Commission and established by resolution; and


WHEREAS, the Franchisee is currently requesting a rate increase due to increased costs of metro disposal fees and ongoing inflation.

NOW, THEREFORE, OREGON CITY RESOLVES AS FOLLOWS:

Section 1. The rate for solid waste services provided by Oregon City Garbage Company, Inc. (dba B&B Leasing), an Oregon Corporation, shall be set forth in the attached Exhibit A and said rates shall be the maximum rates chargeable by the Franchisee.

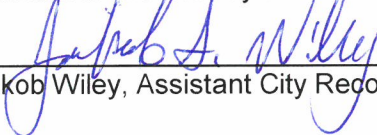
Section 2. The new rate schedule set forth in Exhibit A shall be effective February 1, 2022.

Approved and adopted at a regular meeting of the City Commission held on the 1st day of December 2021.




RACHEL LYLES SMITH, Mayor

Attested to this 1st day of December 2021:



Jakob Wiley, Assistant City Recorder

Approved as to legal sufficiency:



City Attorney

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OREGON CITY
GARBAGE
Company, Inc.

Exhibit A

September 20, 2021

John M. Lewis
Public Works Director
City of Oregon City
625 Center Street
Oregon City, OR 97045

Re: Oregon City Garbage Rate Adjustment

Dear Mr. Lewis,

We are honored to have and to provide solid waste services to the City of Oregon City. Our service goal has been and will continue to be, to provide the highest level and efficient collection service available in the industry. We have automated lift collection vehicles; we provide trash, recycling and yard debris residential collection; trash and recycling commercial collection; and drop box service. Being headquartered here in Oregon City and with many of our employees living in the city we take pride in working with the city to see the parks, cemeteries, vacant lots, etc. looking presentable. During the past year, the employees chose to work and keep their customers on a normal schedule as our equipment could keep them healthy in the smoke and high heat. This is the dedication Oregon City Garbage brings to the City.

Clackamas County reviews the financial results of each franchisee in the County. They contract with an outside consulting group specializing in solid waste financial analysis to perform an analysis of the data submitted. Expenses are adjusted to eliminate costs that are allowed for tax purposes, but not allowed for determining collection fees. The County's policy is to measure the health of the solid waste collection system within a range of 8-12% return on revenues. For 2020 the county collection system was within the range, but City of Oregon City fell below caused by 2 years of inflation and the reduced commercial collections we experienced due to Covid-19.

At this time we are requesting a rate adjustment. Metro has increased solid waste disposal fees; contract wage increases is another larger item and the shortage to return on revenues and the corresponding franchise fee represent the remainder. Please the chart below the breakdown of the percentage increase.

Component	% adjustment needed
Labor	0.85%
Disposal Fee	3.80%
Margin Shortfall	0.88%
Franchise Fee	0.22%
Total Rate Increase Percentage	5.75%

We are providing a comparison of the rates in the surrounding County cities and unincorporated County inside the Urban Growth Boundary.

Thank you for your consideration of this rate adjustment.

Very Truly Yours,

Oregon City Garbage



Oregon City Garbage Company, Inc.
Summary of Proposed Rate Adjustments
Effective December 1, 2021

Service		Current Monthly Rates	Proposed Adjustmen t	Proposed Monthly Rate	Proposed Adjustment %
Residential Cart					
20gal	Weekly	23.03	1.32	24.35	5.75%
35gal	Weekly	28.33	1.63	29.96	5.75%
65gal	Weekly	38.15	2.19	40.34	5.75%
95gal	Weekly	41.25	2.37	43.62	5.75%
35gal	Monthly	13.50	0.78	14.28	5.75%
35gal	Will call	11.45	0.66	12.11	5.75%
Extra 35gal equivalent		7.00	0.30	7.30	4.29%
Yard Debris	extra	3.10	0.05	3.15	1.61%
Yard Debris	yearly	66.00	1.00	67.00	1.52%
Recycling Only		4.50	-	4.50	
Residential Central billing					
20gal	Weekly	21.43	1.27	22.70	5.95%
35gal	Weekly	26.73	1.58	28.31	5.91%
65gal	Weekly	36.55	2.14	38.69	5.86%
95gal	Weekly	39.65	2.32	41.97	5.86%
Commercial Cart					
35gal	Weekly	28.33	1.63	29.96	5.75%
65gal	Weekly	38.15	2.19	40.34	5.75%
95gal	Weekly	41.25	2.37	43.62	5.75%
Commercial Container					
1 1/3 yard	Weekly	150.59	6.34	156.93	4.21%
1 1/2 yard	Weekly	165.41	7.28	172.69	4.40%
2 yard	Weekly	220.05	9.53	229.58	4.33%
3 yard	Weekly	303.87	12.49	316.36	4.11%
4 yard	Weekly	398.04	22.44	420.48	5.64%
5 yard	Weekly	492.21	33.39	525.60	6.78%
6 yard	Weekly	584.80	35.09	619.89	6.00%
8 yard	Weekly	748.21	47.75	795.96	6.38%
Recycling	Weekly	4.00/yd/week		4.00/yd/week	

Oregon City Garbage Company, Inc.
Summary of Proposed Rate Adjustments
Effective December 1, 2021

Service		Current Monthly Rates	Proposed Adjustmen t	Proposed Monthly Rate	Proposed Adjustment %
Drop Box					
10 yard	Scheduled Service	112.00	10.00	122.00	8.93%
20 yard	Scheduled Service	127.00	5.00	132.00	3.94%
30 yard	Scheduled Service	147.00	5.00	152.00	3.40%
40 yard	Scheduled Service	167.00	5.00	172.00	2.99%
10 yard	<4 Haul/site	142.00	10.00	152.00	7.04%
20 yard	<4 Haul/site	157.00	5.00	162.00	3.18%
30 yard	<4 Haul/site	177.00	15.00	192.00	8.47%
40 yard	<4 Haul/site	197.00	25.00	222.00	12.69%
10-15 yard	Compactor	137.00	10.00	147.00	7.30%
20 yard	Compactor	152.00	5.00	157.00	3.29%
30 yard	Compactor	167.00	5.00	172.00	2.99%
40 yard	Compactor	182.00	5.00	187.00	2.75%
Contaminated box to Hillsboro		475.00	25.00	500.00	5.26%

SUMMARY OF COMPARATIVE RATES
 CLACKAMAS COUNTY *
 As of September 1, 2021

Service	Current Oregon City	Proposed Oregon City	Clackamas		West Linn	Milwaukie	Proposed Gladstone
			County Urban	Lake Oswego			
Residential							
Weekly Pickup							
20 Gal. Cart	23.03	24.35	30.60	25.50	25.32	29.85	24.81
35 Gal. Cart	28.33	29.96	35.05	34.36	30.18	33.85	30.60
65 Gal. Cart	38.15	40.33	45.55	51.07	48.34	43.50	41.60
95 Gal. Cart	41.25	43.62	53.50	53.51	53.15	50.60	45.00
Franchise Fee	4%	4%	5%	5%	5%	5%	5%
35G Fran Fee \$	1.13	1.20	1.75	1.72	1.51	1.69	1.53
35 Gal W/O fee	27.20	28.76	33.30	32.64	28.67	32.16	29.07

* The included cities are nearby and inside the Metro's Urban Growth Boundary

Oregon City Garbage Company
Proposed Rates
Effective as of December 1, 2021

Proposed rates

Pickup's per week	1	2	3	4	5	6
Container size						
1-1/3yd	156.93	293.86	430.79	567.72	704.65	
ea add'l	128.93	257.86	386.79	515.72	644.65	
Will Call	67.79					
Extra Pick-Up	49.23					
1-1/2yd	172.69	325.38	478.07	630.76	783.45	
ea add'l	144.69	289.38	434.07	578.76	723.45	
Will Call	72.99					
Extra Pick-Up	53.17					
2yd	229.58	439.16	648.74	858.32	1,067.90	
ea add'l	201.58	403.16	604.74	806.32	1,007.90	
Will Call/temporary	95.76					
Extra Pick-Up	67.40					
3yd	316.36	612.72	909.08	1,205.44	1,501.80	
ea add'l	288.36	576.72	865.08	1,153.44	1,441.80	
Will Call/temporary	124.40					
Extra Pick-Up	89.09					
4yd	420.48	820.96	1,221.44	1,621.92	2,022.40	2,422.88
ea add'l	392.48	784.96	1,177.44	1,569.92	1,962.40	2,354.88
Will Call/temporary	158.76					
Extra Pick-Up	115.12					
5yd	525.60	1,031.20	1,536.80	2,042.40	2,548.00	
ea add'l	497.60	995.20	1,492.80	1,990.40	2,488.00	
Will Call/temporary	193.45					
Extra Pick-Up	141.40					
6yd	630.72	1,241.44	1,852.16	2,462.88	3,073.60	
ea add'l	602.72	1,205.44	1,808.16	2,410.88	3,013.60	
Will Call/temporary	228.14					
Extra Pick-Up	167.68					
8yd	795.96	1,571.92	2,347.88	3,123.84	3,899.80	
ea add'l	767.96	1,535.92	2,303.88	3,071.84	3,839.80	
Will Call	282.67					
Extra Pick-Up	208.99					

City of Oregon City
Drop Box Service Fees
As of December 1, 2021

Rental Fees

Occasional: \$7.00 per day after 2 working days at one site or \$70.00 per month whichever is less and only if less than one load per week is hauled.

Industrial/Commercial/Multifamily: \$55.00 per month each box

Lid Fee

Permanent Box \$30.00 per month

Temporary Box \$7.50 per week billed on 1st day of delivery for temporary boxes with an attached lid.

Delivery Fee \$35.00

Incidental Service Fees: \$8.00 per 5 minute increment

Standby Time: Charged when waiting for the box to be cleared, cars to be moved, etc.

Leveling Load: If a driver has to spend time getting the load level to haul it safely.

Wash Out: \$30.00 at Metro South
\$50.00 if Metro South not available

Assessed when the customer requests the service. Also assessed when drop box is contaminated and requires cleaning before delivering to a new site.

Compactor Turn-around: \$20.00 for compactor requiring repositioning on truck to enable collection and tip.

Dry Run: \$35.00 assessed when the scheduled collection is prevented because the box is blocked or the customer is not ready.

Disposal Site Rejected load returned to customer: \$50.00

Deadhead Round Trip: \$35.00 to be used for specialized boxes that cannot be exchanged.

City of Oregon City
Miscellaneous Services
As of December 1, 2021

Reinstatement Fee: \$10.00 When service is reinstated after it has been stopped for non-payment of if customer stops and starts more than twice in a calendar year.

Cart Redelivery Fee: \$25.00 If cart picked up then service restarted within 12 months for non-payment.

Extra Bags: 1st Small Bag (<20 gallon) \$3.50 - \$2.00 per additional bag
1st Large Bag (>20 gallon) \$4.70 - \$3.20 per additional bag

Extra Cart/Can: 20 Gal \$3.50
35 Gal \$7.00

Trash in Yard Debris Cart: \$9.90

Trash in Recycle Cart: \$11.15

Temporary Container Rent: \$1.10 /per Yard/per day after 3 working days up to 10 days.

Incidental Service Fees: \$8.00 per 5 minute increment.

City of Oregon City

Bulky Items

As of December 1, 2021

APPLIANCES (Washer, Dryer, Stove, etc.)	\$	20.00
FRIDGE, FREEZER, AC	\$	40.00
DENSE FOAM MATTRESS QUEEN OR KING	\$	17.50
Box Springs	\$	7.50
INTERSPRING OR LIGHT FOAM MATTRESS	\$	10.00
COUCH	\$	10-\$15
CHAIR (OC)	\$	7.50-\$12
CHAIR (M, G)	\$	5.45-\$10
TIRE OFF RIM	\$	5.00
TIRE ON RIM	\$	10.00
CAR BATTERY	\$	10.00
FILE CABINET	\$	5.00
TREADMILL	\$	20.00
TOILET	\$	5.00
INSIDE PICKUP	\$	5.00
INSIDE PICKUP PER FLIGHT OF STAIRS PER TRIP	\$	9.00

Oregon City Garbage Company, Inc.
Summary of Franchise Fee
Effective December 1, 2021

2020	Actual	\$286,145.75
2021	Projected	\$302,236.98
2022	Estimated	\$325,509.98