

**Meeting Date:** 2/11/2014

**Report Type:** Consent

**Report ID:** 2014-00054

**Title:** Annual Report on the Amended Service and Recyclables Agreements between the City and USA Waste of California, Inc.

**Location:** Citywide

**Issue:** In 2012, the Sacramento County Grand Jury recommended the City provide an annual report to City ratepayers on the amended service and recyclables agreements between the City of Sacramento and USA Waste of California, Inc. In response to the Grand Jury's recommendation, the City's Recycling and Solid Waste Division has prepared a report for 2013.

**Recommendation:** Receive and file.

**Contact:** Steve Harriman, Integrated Waste General Manager, (916) 808-4949, Department of General Services

**Presenter:** None

**Department:** General Services

**Division:** Solid Waste Admin Services

**Dept ID:** 13001711

**Attachments:**

1-Description/Analysis

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**City Attorney Review**

Approved as to Form  
Sheri Chapman  
2/6/2014 10:29:45 AM

**City Treasurer Review**

Reviewed for Impact on Cash and Debt  
Russell Fehr  
1/29/2014 4:35:27 PM

**Approvals/Acknowledgements**

Department Director or Designee: Reina Schwartz - 2/3/2014 10:46:01 AM

## Description/Analysis

**Issue Detail:** The Sacramento County Grand Jury’s Final Report for 2011/2012 discussed the amended Service and Recyclables Agreements between the City and BLT Enterprises of Sacramento, Inc., (now USA Waste of California, Inc.). The Grand Jury recommended the City provide an annual report on the amended agreements to City ratepayers. This report provides information to City ratepayers about the amended agreements for the 2013 calendar year, and includes information about total tonnage, expenditures, revenue, and rates for both waste disposed and recyclables collected.

**Policy Considerations:** In the City’s response to the Grand Jury’s Report, the City agreed to provide annual reports to the public outlining the costs of the amended solid waste and recyclables agreements.

**Economic Impacts:** None

### Environmental Considerations:

**California Environmental Quality Act (CEQA):** No environmental review is necessary because this report involves a continuing administrative activity and is not considered to be a project in accordance with Section 15378(b)(2) of the CEQA Guidelines.

**Sustainability:** Not applicable

**Commission/Committee Action:** None

**Rationale for Recommendation:** The Department of General Services, Recycling and Solid Waste Division’s annual report on the amended solid waste and recyclables agreements responds to the Sacramento County Grand Jury’s recommendation, and keeps the public informed about the revenues and expenditures associated with the agreements.

**Financial Considerations:** The following table outlines the revenues and expenditures associated with the amended service and recyclables agreements for the period of January 1, 2013 through December 31, 2013:

<b>Disposal</b>	<b>2013</b>	<b>Recycling <sup>(2)</sup></b>	<b>2013</b>
Trash Collected (tons)	77,916	Recycling Collected (tons)	32,135
Disposal Rate (per ton) <sup>(4)</sup>	\$58.32403	Revenue Rate (per ton) <sup>(4)</sup>	\$14.43656
Disposal Fee (collected x disposal rate)	\$4,544,375	Contamination Rate <sup>(4)</sup>	22.47%
Special Waste Handling Fee <sup>(1)</sup>	\$23,113	Contamination Disposed (tons)	\$7,222
<b>Total Disposal Cost</b> (Disposal Fee + Special Waste Handling Fee)	<b>\$4,567,487</b>	<b>Total Recycling Revenue</b> (Recycling Collected x Revenue Rate)	<b>\$463,919</b>
<b>Hazardous Waste <sup>(3)</sup></b>	<b>2013</b>		
Hazardous Waste Collected (tons)	370		
<b>Hazardous Waste Disposal Fee</b>	<b>\$432,515</b>		

Footnotes:

- 1) **Special Waste Handling Fee**  
Applies to residential waste loads containing hazardous or special material (e.g. tires, paint, etc.).
- 2) **Recycling Contamination**  
Non-recyclable material placed in the recycling can is disposed of as trash, and does not generate revenue.
- 3) **Household Hazardous Waste**  
Hazardous material (e.g. paint, batteries, oil, antifreeze, etc.) delivered to the Sacramento Recycling and Transfer Station by the public and City crews.
- 4) The disposal, recycling revenue, and contamination rates are blended from the rates that were in place for the two fiscal years that span calendar year 2013.

**Local Business Enterprise (LBE):** No goods or services are being purchased as a result of this report.