

**Meeting Date:** 2/10/2015

**Report Type:** Consent

**Report ID:** 2015-00016

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

**Location:** Citywide

**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

Audreyell A. Anderson

1/30/2015 1:46:48 PM

**Approvals/Acknowledgements**

Department Director or Designee: Reina Schwartz - 1/21/2015 11:11:05 AM

## Description/Analysis

**Issue Detail:** On June 28, 2012, the Sacramento County Grand Jury issued a report on the amended service and recyclables agreements between the City and USA Waste of California, Inc., a subsidiary of Waste Management, Inc. Recommendation 1.0 of the report states the Recycling and Solid Waste Division should provide an annual report on the amended agreements to City ratepayers. This report fulfills Recommendation 1.0 for the period from January 1 through December 31, 2014 and includes information about total tonnage, expenditures, revenue, and rates for both waste disposed and recyclables collected at the Sacramento Recycling and Transfer Station.

**Policy Considerations:** In the City's response to the Sacramento County Grand Jury Report, the City agreed with Recommendation 1.0 to provide an annual report to the public outlining the costs and revenue generated by the amended 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, developed this annual report on the amended agreements with USA Waste of California, Inc. in response to Recommendation 1.0 of the 2011/12 Sacramento County Grand Jury report.

**Financial Considerations:** The following tables outline the revenues and expenditures associated with the amended service agreements for the period of January 1 through December 31, 2014 in accordance with Recommendation 1.0 of the 2011/12 Sacramento County Grand Jury report:

Disposal	2014
Trash Collected (tons)	80,333
Disposal Rate (per ton) <sup>(4)</sup>	\$59.59
Disposal Fee (collected x disposal rate)	\$4,787,308
Special Waste Handling Fee <sup>(1)</sup>	\$25,842
<b>Total Disposal Cost</b> (Disposal Fee + Special Waste Handling Fee)	<b>\$4,813,150</b>

Recycling <sup>(2)</sup>	2014
Recycling Collected (tons)	31,015
Revenue Rate (per ton) <sup>(4)</sup>	\$14.77
Contamination Rate <sup>(4)</sup>	21.11%
Contamination Disposed (tons)	6,546
<b>Total Recycling Revenue</b> (Recycling Collected x Revenue Rate)	<b>\$458,012</b>

Hazardous Waste <sup>(3)</sup>	2014
Hazardous Waste Collected (tons)	351
<b>Hazardous Waste Disposal Fee</b>	<b>\$382,753</b>

Footnotes:

- 1) **Special Waste Handling Fee**  
Applies to residential waste loads containing hazardous or special material (i.e. 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 (i.e. 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 2014.

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