

BEFORE THE BOARD OF COUNTY COMMISSIONERS  
FOR TILLAMOOK COUNTY, OREGON

FILED *20*  
3:30 pm  
MAY 11 2017  
TASSI O'NEIL  
COUNTY CLERK

In the Matter of Increasing Customer )  
Rates for Solid Waste Disposal for ) ORDER #17- 041  
Solid Waste Collection Franchisee, )  
Walker Waste Solutions, dba City ) SWSD #17- 005  
Sanitary Service )

This matter came before the Board of Commissioners, sitting as the governing body of the Solid Waste Service District (SWSD), on May 10, 2017. A request to increase rates charged by a collection franchisee to their customers has been submitted by Walker Waste Solutions, dba City Sanitary Service.

The SWSD Board, being fully apprised of the records and files herein, finds as follows:

1. The Tillamook County Solid Waste Advisory Committee recommended at their meeting on April 11, 2017 that the requested rate increases be approved.
2. The Tillamook County Board of Commissioners finds that the proposed rates will be just, fair, reasonable, and sufficient to provide the proper service to the public.

NOW, THEREFORE, IT IS HEREBY ORDERED that:

3. The City Sanitary rates as outlined on Exhibit "A" become effective July 1, 2017.

DATED this 10<sup>th</sup> day of May, 2017.

THE BOARD OF COMMISSIONERS  
FOR TILLAMOOK COUNTY, OREGON

Aye    Nay    Abstain/Absent

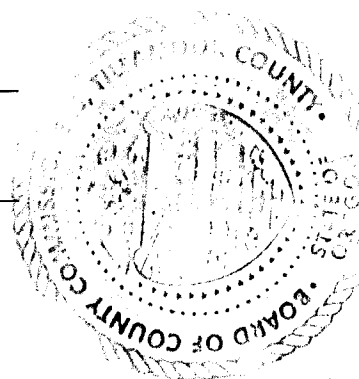
<u>Bill Baertlein</u> Bill Baertlein, Chair	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<u>Tim Josi</u> Tim Josi, Vice-Chair	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<u>David Yamamoto</u> David Yamamoto, Commissioner	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

ATTEST: Tassi O'Neil  
County Clerk

APPROVED AS TO FORM:

By: [Signature]  
Special Deputy

[Signature]  
William K. Sargent, County Counsel



**City Sanitary Service Tillamook County Franchise Hauler Rate Review Report**

edited March 2017

REVENUE	Total				Allocation method	Tillamook County franchise			
	2016 actual	7/1/17-6/30/18	7/1/17-6/30/18	% change		2016 actual	7/1/17-6/30/18	7/1/17-6/30/18	% change
		change	projected w/o rate change				projected if 2% dump fee rate	change	
Collection Services	1,833,481	1,925,155	1,925,155	5%	Actual	943,480	990,654	990,654	5%
Rental revenue	70,070	75,000	75,000	7%	54% cust. Count	37,838	40,500	40,500	7%
Non-franchised revenue & pass-through revenue	306,825	331,000	337,620	10%	54% cust. Count	165,686	178,740	182,315	10%
Recycling revenues	13,615	14,000	14,000	3%	Actual				#DIV/0!
Other revenue	5,668	6,000	6,000	6%	Actual				#DIV/0!
<b>Total revenue</b>	<b>2,229,659</b>	<b>2,351,155</b>	<b>2,357,775</b>	<b>6%</b>		<b>1,147,003</b>	<b>1,209,894</b>	<b>1,213,469</b>	<b>6%</b>
Number of regular customers as of January 1, 2016*	2759					1458			
Number of regular customers as of July 1, 2016*	2940					1571			
Number of regular customers as of January 1, 2017*	2923					1552			
<i>*Regular customers are usually cans, carts, dumpsters, compactors, based on service listings.</i>									
EXPENSES									
Operational expenses									
Disposal expense (franchised) 9145.2 tons up 780	695,738	757,785	772,941		11% 45% truck weights	313,082	341,003	347,823	11%
Disposal expense (other) med waste	4,880	5,050	5,050		3% all in city				#DIV/0!
Recycling collection expense					#DIV/0! 1 driver city				#DIV/0!
Recycling processing expense	1,879	6,000	6,000		219% all in city				#DIV/0!
Labor-related expenses									
Labor expense	306,909	310,000	310,000		1% 55% labor hours	168,800	170,500	170,500	1%
Taxes, insurance	174,970	175,000	175,000		0% 55% labor hours	96,234	96,250	96,250	0%
Other labor-related expense (SEP)	95,079	99,500	99,500		5% 55% labor hours	52,293	54,725	54,725	5%
Operations-related expenses									
Fuel	44,034	48,000	48,000		9% 55% labor hours	24,219	26,400	26,400	9%
Repairs and Maintenance	9,078	11,000	11,000		21% 55% labor hours	4,993	6,050	6,050	21%
Depreciation and Amortization	150,256	220,000	220,000		46% 55% labor hours	82,641	121,000	121,000	46%
Op. Lease and/or Rent (property & trucks)	97,141	97,000	97,000		0% 55% labor hours	53,428	53,350	53,350	0%
Equipment expense	108,306	82,000	82,000		-24% 55% labor hours	59,568	45,100	45,100	-24%
Insurance expense	36,673	38,000	38,000		4% 55% labor hours	20,170	20,900	20,900	4%
Other operational expense (incl. franchise fees)	41,279	42,000	42,000		2% Actual	1,125	1,200	1,200	7%
<b>Total operational expenses</b>	<b>1,766,222</b>	<b>1,891,335</b>	<b>1,906,491</b>		<b>8%</b>	<b>876,552</b>	<b>936,478</b>	<b>943,298</b>	<b>8%</b>
Number of collection trucks as of January 1, 2015	14					14			
Number of collection trucks as of January 1, 2016	15					15			
Administrative expense									
Management services	169,888	170,000	170,000		0% 54% cust. Count	91,740	91,800	91,800	0%
Administrative services	10,062	15,000	15,000		49% 54% cust. Count	5,433	8,100	8,100	49%
Postage, phones, office supplies, utilities, etc.	33,905	35,000	35,000		3% 54% cust. Count	18,309	18,900	18,900	3%
Advertising and outreach expenses	11,372	12,000	12,000		6% 54% cust. Count	6,141	6,480	6,480	6%
Education, Training, Publications, dues	3,783	4,000	4,000		6% 54% cust. Count	2,043	2,160	2,160	6%
Bad debts	4,855	5,000	5,000		3% Actual	3,263	3,000	3,000	-8%
Other admin. Expenses	25,134	26,000	26,000		3% 54% cust. Count	13,572	14,040	14,040	3%
<b>Total administrative expenses</b>	<b>258,999</b>	<b>267,000</b>	<b>267,000</b>		<b>3%</b>	<b>140,501</b>	<b>144,480</b>	<b>144,480</b>	<b>3%</b>
Return on income before taxes (revenue - allowable costs)	204,438	192,820	184,284		-10%	129,950	128,936	125,690	-3%
<b>Operating margin</b>	<b>9.17%</b>	<b>8.20%</b>	<b>7.82%</b>		<b>-15%</b>	<b>11.33%</b>	<b>10.66%</b>	<b>10.36%</b>	<b>-9%</b>

**Tillamook County franchise data only!**

**Current and Proposed Rates**

**Trash Cans/Rollcarts**

	Current	Proposed
(32-36 gallon cans/rollcarts)		
Curbside weekly pickup	\$18.15	\$18.15
Curbside twice weekly pickup	\$36.30	\$36.30
Curbside every Other Week pickup	\$16.80	\$16.80
Curbside Once a Month pickup	\$8.40	\$8.40
Each Additional Can	\$5.60	\$5.60

In Yard weekly pickup	\$21.95	\$21.95
In Yard twice weekly pickup	\$43.90	\$43.90
In Yard every Other Week pickup	na	na
In Yard Once a Month pickup	na	na
Each Additional Can	\$5.60	\$5.60

Rental Fees		
Trash Cans/Rollcarts (per month)	\$3.00	\$3.00

**Containers**

	Current	Proposed
1 cubic yard container		
Weekly pickup	\$87.20	\$87.20
Each additional stop per week	\$87.20	\$87.20
Rental Fees	\$18.60	\$18.60

3 cubic yard container		
Weekly pickup	na	
Each additional stop per week		
Rental Fees		

6 cubic yard container		
Weekly pickup	na	
Each additional stop per week		
Rental Fees		

	Current	Proposed
(60-65 gallon cans/rollcarts)		
Curbside weekly pickup	\$33.65	\$33.65
Curbside twice weekly pickup	\$67.30	\$67.30
Curbside every Other Week pickup	na	na
Curbside Once a Month pickup	na	na
Each Additional Can	na	na

In Yard weekly pickup	\$40.65	\$40.65
In Yard twice weekly pickup	\$81.30	\$81.30
In Yard every Other Week pickup	na	na
In Yard Once a Month pickup	na	na
Each Additional Can	na	na

Rental Fees		
Trash Cans/Rollcarts (per month)	\$3.00	\$3.00

	Current	Proposed
1 1/2 cubic yard container		
Weekly pickup	\$126.15	\$126.15
Each additional stop per week	\$126.15	\$126.15
Rental Fees	\$18.60	\$18.60

4 cubic yard container		
Weekly pickup	na	
Each additional stop per week		
Rental Fees		

8 cubic yard container		
Weekly pickup	na	
Each additional stop per week		
Rental Fees		

	Current	Proposed
(90-95 gallon cans/rollcarts)		
Curbside weekly pickup	\$49.15	\$49.15
Curbside twice weekly pickup	\$98.30	\$98.30
Curbside every Other Week pickup	na	na
Curbside Once a Month pickup	na	na
Each Additional Can	na	na

In Yard weekly pickup	\$59.35	\$59.35
In Yard twice weekly pickup	\$118.70	\$118.70
In Yard every Other Week pickup	na	na
In Yard Once a Month pickup	na	na
Each Additional Can	na	na

Rental Fees		
Trash Cans/Rollcarts (per month)	\$3.00	\$3.00

	Current	Proposed
2 cubic yard container		
Weekly pickup	\$161.05	\$161.05
Each additional stop per week	\$161.05	\$161.05
Rental Fees	\$18.60	\$18.60

5 cubic yard container		
Weekly pickup	na	
Each additional stop per week		
Rental Fees		

2 cubic yard container		
Weekly pickup	\$161.05	\$161.05
Each additional stop per week	\$161.05	\$161.05
Rental Fees	\$18.60	\$18.60

**Roll-off/Drop Box containers (please list charges)**

10-15 yd drop boxes \$103 per hour truck time (small truck) Drop Box rent \$13/day \$200/month  
 20-30 yd drop boxes \$109.00 per hour truck time (large truck)

**Extra/Additional charges (eg. Go Back, On Call, Extra Stop, NSF check, replacement, etc.): Please list!**

- 1 medical waste \$15/gal 20 gal bin \$90
- 2 On Call service \$8.40 per can
- 3 \$10 NSF fee and restart from OTP fee \$10
- 4 Roll Cart Replacement cost \$60