

**SEMINOLE COUNTY GOVERNMENT  
AGENDA MEMORANDUM**

**SUBJECT:** Extraordinary Rate Adjustment Solid Waste Collection Services

**DEPARTMENT:** Environmental Services **DIVISION:** Solid Waste

**AUTHORIZED BY:** *Robert G. Adolphe* **CONTACT:** Bob Briggs *RB* **EXT.** 2148  
Robert G. Adolphe, P.E., Director Finance Manager

<b>Agenda Date</b> <u>2-08-05</u>	<b>Regular</b> <input type="checkbox"/>	<b>Consent</b> <input checked="" type="checkbox"/>	<b>Work Session</b> <input type="checkbox"/>	<b>Briefing</b> <input type="checkbox"/>
	<b>Public Hearing – 1:30</b> <input type="checkbox"/>		<b>Public Hearing – 7:00</b> <input type="checkbox"/>	

**MOTION/RECOMMENDATION:**

Approve extraordinary rate adjustment request consistent with the terms of the contract for collection services. Staff is requesting the increase for the services months of January through March 2005.

**BACKGROUND:**

Due to the increase in fuel prices over the past several months, the County's residential garbage collection franchise haulers have petitioned the County for an extraordinary rate adjustment. Support for requests of this nature is delineated in the Solid Waste Franchise Agreement **Section 13. (b) Extraordinary Rate Adjustments**. Allowing for additional rate adjustment on the basis of extraordinary and unusual changes in the cost of operations that could not be reasonably foreseen, and by all reasonable expectations will continue.

Based on Consumer Price Index (CPI) data, the index fuel has increased 30.3% since the last allowable price adjustment. This most recent adjustment was through May 2003. With fuel comprising approximately 7.15% of the collection costs, the extraordinary adjustment equates to approximately \$0.19 per participating residence, and will vary based on service level provided. As this requested adjustment will be effective for the limited period of January through March 2005, no impact will be passing through directly to the rate payers at this time.

A spreadsheet summarizing the effects of the requested increase for each of the current franchise haulers is attached for review.

Based on review of the request and related CPI data staff recommends an extraordinary rate adjustment be awarded. The recommended period of January 1, through March 31, 2005 coincides with effective start date of the recently negotiated collection services contracts.

<b>Reviewed by:</b>
<b>Co Atty:</b> <u>na</u>
<b>DFS:</b> <u>na</u>
<b>Other:</b> <u>na</u>
<b>DCM:</b> <u><i>SS</i></u>
<b>CM:</b> <u><i>RB</i></u>
<b>File No.</b> <u>CESS01</u>

SEMINOLE COUNTY FLORIDA  
DEPARTMENT OF ENVIRONMENTAL SERVICES  
SOLID WASTE DIVISION  
CALCULATION OF EXTRAORDINARY RATE INCREASE FUEL

Service Level	Current Rate	Less Disposal	Collection Component	Fuel Component @ 7.14%	CPI Adjustment 30.33%	New Collection Component	New Total Rate	Dollar Change	Percentage Change
2-1-1	\$ 13.54	\$ 3.04	\$ 10.50	\$ 0.75	\$ 0.98	\$ 10.73	\$ 13.77	\$ 0.23	1.7%
2-1-0	12.12	3.04	9.08	0.65	0.84	9.28	12.32	0.20	1.6%
1-1-1	12.42	3.04	9.38	0.67	0.87	9.58	12.62	0.20	1.6%
1-1-0	11.01	3.04	7.97	0.57	0.74	8.14	11.18	0.17	1.6%
Average								\$ 0.1999	

Service Level	Current Rate	Less Disposal	Collection Component	Fuel Component @ 7.13%	CPI Adjustment	New Collection Component	New Total Rate	Dollar Change	Percentage Change
2-1-1	\$ 13.46	\$ 3.04	\$ 10.42	\$ 0.74	\$ 0.97	\$ 10.65	\$ 13.69	\$ 0.23	1.7%
2-1-0	12.06	3.04	9.02	0.64	0.84	9.22	12.26	0.20	1.6%
1-1-1	12.35	3.04	9.31	0.66	0.87	9.51	12.55	0.20	1.6%
1-1-0	10.95	3.04	7.91	0.56	0.74	8.08	11.12	0.17	1.6%
Average								\$ 0.1985	

Service Level	Current Rate	Less Disposal	Collection Component	Fuel Component @ 7.15%	CPI Adjustment	New Collection Component	New Total Rate	Dollar Change	Percentage Change
2-1-1	\$ 13.69	\$ 3.04	\$ 10.65	\$ 0.76	\$ 0.99	\$ 10.88	\$ 13.92	\$ 0.23	1.7%
2-1-0	12.26	3.04	9.22	0.66	0.86	9.42	12.46	0.20	1.6%
1-1-1	12.56	3.04	9.52	0.68	0.89	9.73	12.77	0.21	1.6%
1-1-0	11.14	3.04	8.10	0.58	0.75	8.28	11.32	0.18	1.6%
Average								\$ 0.2030	