



April 21, 2017

**NOTICE OF PUBLIC HEARING:
PROPOSED RESIDENTIAL GARBAGE AND RECYCLING
SERVICE RATE INCREASES**

The San José City Council will hold a public hearing on the proposed residential garbage and recycling service rate increases on:

Tuesday, June 6, 2017 at 1:30 p.m.
San José City Hall Council Chambers
200 East Santa Clara Street
San José, CA 95113

Reason for Rate Increases

Revenues from the proposed rates pay for garbage, recycling, yard trimmings, motor oil and oil filter recycling and household hazardous waste programs. The rates for some of these services were last increased in July 2016. The proposed rate increases are necessary to cover the increased cost of the haulers providing residential garbage and recycling services. The residential garbage and recycling system in the City is based on full cost recovery from ratepayers and is not subsidized by the City’s General Fund.

Effective Date of Rate Increases

If the City Council approves rate increases at the June 6, 2017 hearing, the new rates will take effect beginning July 1, 2017 for both single-family and multi-family properties unless otherwise indicated. If the City Council does not approve the proposed rate changes, current rates will remain in effect. For assistance in determining the cost of the proposed rate adjustments to you, please call the City of San José Customer Contact Center at (408) 535-3500.

Deadline to Submit Written Protests: June 6, 2017

If you wish to protest the proposed residential garbage and recycling service rate increases, you must follow these rules for your protest to be included in the official tally presented to the City Council:

- Protests must be in writing and received by the City prior to the close of the public hearing on June 6, 2017.
- City Council will accept oral and written testimony at the public hearing regarding the proposed fees.
- ***You must indicate the Assessor’s Parcel Number(s)*** of the property(ies) you own that are subject to the proposed rate adjustment. The parcel number is printed on the cover letter.
- Submit ***written*** protests to the Office of the City Clerk in the form of a letter, fax, or email as shown below:

Mail (or hand-deliver)	Fax	Email
Residential Garbage and Recycling Rate Increase City of San José – Office of the City Clerk 200 E. Santa Clara St., Tower 14 th Floor San José, CA 95113-1905	(408) 292-6207 Residential Garbage and Recycling Rate Increase	RPRateProtest@sanjoseca.gov

Rate Increases

Garbage Cart Collection Single-Family Service

A rate increase not to exceed 5 percent will be recommended for garbage cart collection service for fiscal year 2017-2018. A rate increase not to exceed 5 percent will be recommended for the Optional Yard Trimmings Cart collection service for fiscal year 2017-2018. There are no changes to the Pickup of Contaminated Recycling Cart rate, the Lost, Stolen or Abused Cart Rates, or the Extra Garbage Sticker rate for 2017-2018. The current rates and proposed increases are shown below in the “Schedule of Maximum Proposed Residential Garbage and Recycling Service Rates”.

Garbage Bin Collection Multi-Family Service

A rate increase not to exceed 5 percent will be recommended for garbage bin collection service for fiscal year 2017-2018. The current rates and proposed increases are shown below in the “Schedule of Maximum Proposed Residential Garbage and Recycling Service Rates”.

The full schedule of maximum proposed rates is also available online at www.sanjoseca.gov/ratenotices.

Subsequent Fiscal Years 2018-2019 and 2019-2020

This notice also covers possible residential garbage and recycling service rate increases of up to 5 percent in fiscal year 2018-2019 over the rates charged in fiscal year 2017-2018, and up to 5 percent in fiscal year 2019-2020 over the rates charged in fiscal year 2018-2019. The City Council will set the exact rates closer to the implementation date each year, based on refinements in the calculations. Rates cannot be higher than the estimate specified without re-noticing.

SCHEDULE OF MAXIMUM PROPOSED RESIDENTIAL GARBAGE AND RECYCLING SERVICE RATES FISCAL YEAR (FY) 2017-2018 (Effective July 1, 2017)

Garbage Cart Collection Service Rates

Garbage Cart Collection Service	Current Monthly Rate	Maximum Proposed Monthly Rate for FY 2017-2018	Maximum Monthly Increase (5 Percent)
32-Gallon Garbage Cart	\$32.07	\$33.67	\$1.60
64-Gallon Garbage Cart	\$64.14	\$67.34	\$3.20
96-Gallon Garbage Cart	\$96.21	\$101.02	\$4.81
128-Gallon Garbage Cart (96+32)	\$128.28	\$134.69	\$6.41
160-Gallon Garbage Cart (96+64)	\$160.35	\$168.36	\$8.01
192-Gallon Garbage Cart (96+96)	\$192.42	\$202.04	\$9.62
224-Gallon Garbage Cart (96+96+32)	\$224.49	\$235.71	\$11.22

On-Premises Garbage Cart Collection Service	Current Monthly Rate	Maximum Proposed Monthly Rate for FY 2017-2018	Maximum Monthly Increase (5 Percent)
32-Gallon Garbage Cart	\$97.41	\$102.27	\$4.86
64-Gallon Garbage Cart	\$129.48	\$135.94	\$6.46
96-Gallon Garbage Cart	\$161.55	\$169.62	\$8.07
128-Gallon Garbage Cart (96+32)	\$193.62	\$203.29	\$9.67
160-Gallon Garbage Cart (96+64)	\$225.69	\$236.96	\$11.27
192-Gallon Garbage Cart (96+96)	\$257.76	\$270.64	\$12.88
224-Gallon Garbage Cart (96+96+32)	\$289.83	\$304.31	\$14.48

Disabled on-premises collection service charge is the same as the standard service rate.

Additional Single-Family Service Rates

Additional Single-Family Rates	Current Rate	Maximum Proposed Rate for FY 2017-2018 (5 Percent)
Optional Yard Trimmings Cart	\$4.76 per cart	\$4.99
Pickup of Contaminated Recycling Cart	\$15.00 per pickup per cart	No Change*
Repeated Cart Requests or Abuse of Cart	\$60.00 plus container and delivery cost	No Change*
Extra Garbage Stickers	\$6.25 per sticker	No Change*
Large Item Collection	\$27.23 in excess of the free allotment	\$28.59 in excess of the free allotment
Replacement of Missing or Stolen Carts	\$ -	No Change

*There are no changes to this rate recommended for FY 2017-2018, however increases up to the maximum allowable increase of 5 percent may be considered in each of the following two fiscal years (FY 2018-2019 and FY 2019-2020).

Garbage Bin Collection Multi-Family Service Rates

Garbage Bin Size (cu yd)	Standard Recycling Bin Size (cu yd) ²	Rates	Number of Collections Per Week ^{1,2} (Recycling Collection Once Per Week)					Extra Pick-up
			1	2	3	4	5	
1	1	Current Rate	\$112.09	\$203.01	\$293.95	\$384.92	\$475.87	\$48.23
		Maximum Monthly Increase 5 Percent	\$5.60	\$10.15	\$14.69	\$19.24	\$23.79	\$2.41
		Maximum Proposed	\$117.69	\$213.16	\$308.64	\$404.16	\$499.66	\$50.64
1.5	1.5	Current Rate	\$140.78	\$258.30	\$375.83	\$493.35	\$610.85	\$54.87
		Maximum Monthly Increase 5 Percent	\$7.03	\$12.91	\$18.79	\$24.66	\$30.54	\$2.74
		Maximum Proposed	\$147.81	\$271.21	\$394.62	\$518.01	\$641.39	\$57.61
2	2	Current Rate	\$170.22	\$314.34	\$458.45	\$602.55	\$746.63	\$61.56
		Maximum Monthly Increase 5 Percent	\$8.51	\$15.71	\$22.92	\$30.12	\$37.33	\$3.07
		Maximum Proposed	\$178.73	\$330.05	\$481.37	\$632.67	\$783.96	\$64.63
3	3	Current Rate	\$227.74	\$425.02	\$622.27	\$819.54	\$1,016.77	\$74.93
		Maximum Monthly Increase 5 Percent	\$11.38	\$21.25	\$31.11	\$40.97	\$50.83	\$3.74
		Maximum Proposed	\$239.12	\$446.27	\$653.38	\$860.51	\$1,067.60	\$78.67
4	4	Current Rate	\$285.29	\$535.71	\$786.10	\$1,036.53	\$1,286.96	\$88.31
		Maximum Monthly Increase 5 Percent	\$14.26	\$26.78	\$39.30	\$51.82	\$64.34	\$4.41
		Maximum Proposed	\$299.55	\$562.49	\$825.40	\$1,088.35	\$1,351.30	\$92.72
5	5	Current Rate	\$342.79	\$646.34	\$949.95	\$1,253.55	\$1,557.13	\$100.95
		Maximum Monthly Increase 5 Percent	\$17.13	\$32.31	\$47.49	\$62.67	\$77.85	\$5.04
		Maximum Proposed	\$359.92	\$678.65	\$997.44	\$1,316.22	\$1,634.98	\$105.99
6	6	Current Rate	\$400.32	\$757.08	\$1,113.80	\$1,470.53	\$1,827.29	\$115.01
		Maximum Monthly Increase 5 Percent	\$20.01	\$37.85	\$55.69	\$73.52	\$91.36	\$5.75
		Maximum Proposed	\$420.33	\$794.93	\$1,169.49	\$1,544.05	\$1,918.65	\$120.76
8	8	Current Rate	\$515.36	\$978.43	\$1,441.45	\$1,904.51	\$2,367.58	\$141.74
		Maximum Monthly Increase 5 Percent	\$25.76	\$48.92	\$72.07	\$95.22	\$118.37	\$7.08
		Maximum Proposed	\$541.12	\$1,027.35	\$1,513.52	\$1,999.73	\$2,485.95	\$148.82

(1) For bins without wheels sizes 1-cu. yd. to 5-cu. yd., the monthly service rates above are reduced by \$4.00 multiplied by the number of collections per week. The monthly service rates for 6- and 8-cu. yd. bins already include the \$4.00 reduction.

(2) Additional recycling capacity and/or collection frequency to be considered by the Director of Environmental Services upon request.

Dismount and Push Charges Per Garbage Bin Multi-Family Service Rates

Distance (in feet)	Rates	Number of Pushes Per Week ¹					Extra Pick-up ²
		1	2	3	4	5	
Up to 25	Current Rate	\$25.10	\$50.20	\$75.30	\$100.40	\$125.50	\$15.56
	Maximum Monthly Increase 5 Percent	\$1.25	\$2.50	\$3.75	\$5.00	\$6.25	\$0.77
	Maximum Proposed	\$26.35	\$52.70	\$79.05	\$105.40	\$131.75	\$16.33
26-50	Current Rate	\$50.20	\$100.40	\$150.60	\$200.80	\$251.00	\$31.12
	Maximum Monthly Increase 5 Percent	\$2.50	\$5.00	\$7.50	\$10.00	\$12.50	\$1.54
	Maximum Proposed	\$52.70	\$105.40	\$158.10	\$210.80	\$263.50	\$32.66
51-75	Current Rate	\$75.30	\$150.60	\$225.90	\$301.20	\$376.50	\$46.68
	Maximum Monthly Increase 5 Percent	\$3.75	\$7.50	\$11.25	\$15.00	\$18.75	\$2.31
	Maximum Proposed	\$79.05	\$158.10	\$237.15	\$316.20	\$395.25	\$48.99
76-100	Current Rate	\$100.40	\$200.80	\$301.20	\$401.60	\$502.00	\$62.24
	Maximum Monthly Increase 5 Percent	\$5.00	\$10.00	\$15.00	\$20.00	\$25.00	\$3.08
	Maximum Proposed	\$105.40	\$210.80	\$316.20	\$421.60	\$527.00	\$65.32
101-125	Current Rate	\$125.50	\$251.00	\$376.50	\$502.00	\$627.50	\$77.80
	Maximum Monthly Increase 5 Percent	\$6.25	\$12.50	\$18.75	\$25.00	\$31.25	\$3.85
	Maximum Proposed	\$131.75	\$263.50	\$395.25	\$527.00	\$658.75	\$81.65
126-150	Current Rate	\$150.60	\$301.20	\$451.80	\$602.40	\$753.00	\$93.36
	Maximum Monthly Increase 5 Percent	\$7.50	\$15.00	\$22.50	\$30.00	\$37.50	\$4.62
	Maximum Proposed	\$158.10	\$316.20	\$474.30	\$632.40	\$790.50	\$97.98
151-175	Current Rate	\$175.70	\$351.40	\$527.10	\$702.80	\$878.50	\$108.92
	Maximum Monthly Increase 5 Percent	\$8.75	\$17.50	\$26.25	\$35.00	\$43.75	\$5.39
	Maximum Proposed	\$184.45	\$368.90	\$553.35	\$737.80	\$922.25	\$114.31
176-200	Current Rate	\$200.80	\$401.60	\$602.40	\$803.20	\$1,004.00	\$124.48
	Maximum Monthly Increase 5 Percent	\$10.00	\$20.00	\$30.00	\$40.00	\$50.00	\$6.16
	Maximum Proposed	\$210.80	\$421.60	\$632.40	\$843.20	\$1,054.00	\$130.64

(1) For regular pushes greater than 200 feet, the maximum proposed monthly charge is \$26.35 multiplied by the number of 25 foot increments multiplied by the number of collections per week. Example: For pushes of 276-300 feet, the number of 25-foot increments is 12; the maximum proposed monthly charge for pushes of 276-300 feet for collections performed three times per week is $\$26.35 \times 12 \times 3 = \948.60 .

(2) For extra pick-ups with pushes greater than 200 feet, the maximum proposed push charge is 0.62 times \$26.35 multiplied by the number of 25 foot increments.

Compactor Service Multi-Family Service Rates

Rate	Per Collection, Per Cubic Yard
Current Rate	\$53.60
Maximum Monthly Increase 5 Percent	\$2.68
Maximum Proposed	\$56.28

Dismount and Push Charges Per Recycling Cart Multi-Family Service Rates

Distance (in feet)	Rates ¹	Regular Push ²	Extra Push ³
up to 25	Current Rate	\$ -	\$ -
	Maximum Monthly Increase 5 Percent	\$ -	\$ -
	Maximum Proposed	\$ -	\$ -
26-50	Current Rate	\$25.10	\$15.56
	Maximum Monthly Increase 5 Percent	\$1.25	\$ 0.77
	Maximum Proposed	\$26.35	\$16.33
51-75	Current Rate	\$50.20	\$31.12
	Maximum Monthly Increase 5 Percent	\$2.50	\$1.54
	Maximum Proposed	\$52.70	\$32.66
76-100	Current Rate	\$75.30	\$46.68
	Maximum Monthly Increase 5 Percent	\$3.75	\$2.31
	Maximum Proposed	\$79.05	\$48.99
101-125	Current Rate	\$100.40	\$62.24
	Maximum Monthly Increase 5 Percent	\$5.00	\$3.08
	Maximum Proposed	\$105.40	\$65.32
126-150	Current Rate	\$125.50	\$77.80
	Maximum Monthly Increase 5 Percent	\$6.25	\$3.85
	Maximum Proposed	\$131.75	\$81.65
151-175	Current Rate	\$150.60	\$93.36
	Maximum Monthly Increase 5 Percent	\$7.50	\$4.62
	Maximum Proposed	\$158.10	\$97.98
176-200	Current Rate	\$175.70	\$108.92
	Maximum Monthly Increase 5 Percent	\$8.75	\$5.39
	Maximum Proposed	\$184.45	\$114.31

(1) Push rates apply to either one (1) cart or to a set of two (2) carts or one (1) recycling bin.

(2) For regular pushes greater than 200 feet, the maximum proposed monthly charge is \$26.35 multiplied by the number of 25 foot increments minus one (1).

(3) For extra pushes greater than 200 feet, the maximum proposed charge is 0.62 times \$26.35 multiplied by the number of 25 foot increments minus one (1).

Contaminated Recycling Collection

Bins		
Bin Size (cu. yd.)	Rates	Pick-Up Charge
1	Current Rate	\$48.23
	Maximum Monthly Increase 5 Percent	\$2.41
	Maximum Proposed	\$50.64
1.5	Current Rate	\$54.90
	Maximum Monthly Increase 5 Percent	\$2.74
	Maximum Proposed	\$57.64
2	Current Rate	\$61.56
	Maximum Monthly Increase 5 Percent	\$3.07
	Maximum Proposed	\$64.63
3	Current Rate	\$74.94
	Maximum Monthly Increase 5 Percent	\$3.74
	Maximum Proposed	\$78.68
4	Current Rate	\$88.31
	Maximum Monthly Increase 5 Percent	\$4.41
	Maximum Proposed	\$92.72
5	Current Rate	\$100.93
	Maximum Monthly Increase 5 Percent	\$5.04
	Maximum Proposed	\$105.97
6	Current Rate	\$113.61
	Maximum Monthly Increase 5 Percent	\$5.68
	Maximum Proposed	\$119.29
8	Current Rate	\$141.74
	Maximum Monthly Increase 5 Percent	\$7.08
	Maximum Proposed	\$148.82

Carts		
Number of Carts	Rates	Pick-Up Charge
1	Current Rate	\$48.45
	Maximum Monthly Increase 5 Percent	\$2.42
	Maximum Proposed	\$50.87
2	Current Rate	\$60.55
	Maximum Monthly Increase 5 Percent	\$3.02
	Maximum Proposed	\$63.57
3	Current Rate	\$109.01
	Maximum Monthly Increase 5 Percent	\$5.45
	Maximum Proposed	\$114.46
4	Current Rate	\$121.09
	Maximum Monthly Increase 5 Percent	\$6.05
	Maximum Proposed	\$127.14
5	Current Rate	\$169.59
	Maximum Monthly Increase 5 Percent	\$8.47
	Maximum Proposed	\$178.06
6	Current Rate	\$181.71
	Maximum Monthly Increase 5 Percent	\$9.08
	Maximum Proposed	\$190.79
7	Current Rate	\$230.20
	Maximum Monthly Increase 5 Percent	\$11.51
	Maximum Proposed	\$241.71
8	Current Rate	\$242.32
	Maximum Monthly Increase 5 Percent	\$12.11
	Maximum Proposed	\$254.43
9+	Current Rate	\$30.28/cart
	Maximum Monthly Increase 5 Percent	\$1.51
	Maximum Proposed	\$31.79/cart

Above charges apply to the collection of recycling bins or carts which are contaminated with garbage.

Additional Multi-Family Service Rates

Multi-Family Service	Current Rate	Maximum Monthly Increase 5 Percent	Maximum Proposed
Large Item Collection			
Per-Item Charge (1-3)	\$60.14	\$3.00	\$63.14 for up to 3 items
Each additional item in the same pick-up	\$20.04	\$1.00	\$21.04 per item
Garbage Overflow			
Delivery and Pick-Up of Bin	\$49.47	\$2.47	\$51.94
Rental Rate	Regular monthly charge for bin service prorated to the number of weeks the overflow bin is requested		
Other Service			
Service Level Changes in excess of 1x/yr (bin or 2 carts)	\$25.00	No Change	\$25.00
Switch Service Fee MFD to SFD or SFD to MFD (up to 4 units)	\$100	No Change	\$100
Switch Service Fee: Each Additional Unit	\$27.00	No Change	\$27.00
Container Cleaning in excess of 1x/yr (bin or 2 carts)	\$25.00	No Change	\$25.00
Yard Trimmings Cart (Optional)	\$12.55 per month	\$0.62	\$13.17

Lock Services	Bins Current Rate	Bins Maximum Monthly Increase 5 Percent	Bins Maximum Proposed	Carts Current Rate	Carts Maximum Monthly Increase 5 Percent	Carts Maximum Proposed
Lock Installed, Plus Key	\$ 222.26	\$11.11	\$233.37	\$134.47	\$6.72	\$141.19
Lock 3 Carts Together	NA		NA	\$134.47/three	\$6.72	\$141.19
Repaired, Including Lock	\$143.81	\$7.19	\$151.00	\$ 102.73	\$5.13	\$107.86
Repaired, Excluding Lock	\$121.41	\$6.07	\$127.48	\$82.15	\$4.10	\$86.25
Removed (damaged by customer)	\$164.34	\$8.21	\$172.55	\$134.47	\$6.72	\$141.19
Removed (requested by customer)	\$82.15	\$4.10	\$86.25	\$82.15	\$4.10	\$86.25
Special Services, Welding or Retrofit	\$81.41/hour	\$4.07	\$85.48	\$81.41/hour	\$4.07	\$85.48

