



City of Carson Report to Mayor and City Council

July 02, 2013
Unfinished Business

SUBJECT: CONSIDER APPROVAL OF A RATE ADJUSTMENT FOR THE RESIDENTIAL WASTE MANAGEMENT SERVICES

Submitted by Farrokh Abolfathi
Director of Public Works

Approved by Jacquelyn Acosta
Acting City Manager

I. SUMMARY

On June 18, 2013, this item was continued for two weeks without objection in order to respond to questions raised by Councilmember Albert Robles.

Waste Management, Inc. (WM), the City's residential waste hauler, has submitted a rate adjustment request of 2.04% for FY 2013/14 for residential waste hauling services (Exhibit No. 1). According to Section 6.3 of the original agreement - "Future Adjustments" and Section 6.7 of the First Amendment to Franchise Agreement - "Disposal Price Adjustment," WM is entitled to submit data each April for a rate adjustment based upon the change in the Consumer Price Index (CPI) and tipping fees at Puente Hills Landfill to be effective in July of each year the agreement is in effect. The City Manager shall review the proposed rate adjustment and approve, or, in the alternative, he may refer it to the City Council for approval (Exhibit No. 2).

II. RECOMMENDATION

APPROVE an increase of 2.04% (\$0.39 per month, \$4.68 per year) for FY 2013/14 for integrated residential waste hauling services.

III. ALTERNATIVES

1. DO NOT approve increase for integrated residential waste hauling services.
2. TAKE another action that the City Council deems appropriate.

IV. BACKGROUND

In accordance to the Carson Municipal Code (CMC) Section 5229 of Article V, Chapter 2 - Collection of Charges, "The City shall collect fees for residential solid waste collection services by causing fees to be placed on the Los Angeles County Tax rolls through procedures established by the Los Angeles County Tax Collector. No charge shall be made directly to a residential householder by the franchised residential collector, except as otherwise specifically authorized by the City Council. Every commercial/industrial collector shall be solely

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responsible for collecting the charges for such collector's services for providing commercial/industrial collections pursuant to this Chapter, and the City shall have no liability or responsibility therefor" (Exhibit No. 3).

Furthermore, pursuant to Proposition 218 (Prop 218) SEC. 4e of Article XIII D - Procedures and Requirements for All Assessments, "The agency shall conduct a public hearing upon the proposed assessment not less than 45 days after mailing the notice of the proposed assessment to the owners of record of each identified parcel. At the public hearing, the agency shall consider all protests against the proposed assessment and tabulate the ballots. The agency shall not impose an assessment if there is a majority protest. A majority protest exists if, upon the conclusion of the hearing, ballots submitted in opposition to the assessment exceed the ballots submitted in favor of the assessment. In tabulating the ballots, the ballots shall be weighted according to the proportional financial obligation of the affected property" (Exhibit No. 4). According to Section 6.8 of the First Amendment to Franchise Agreement, "Compliance with Proposition 218," the City shall be responsible for the noticing process per Prop 218. In an effort for compliance with Prop 218, approximately 26,000 mailing items are produced. Production and postage are budgeted for in the amount of \$4,000.00 for reproduction of mailing items and \$5,000.00 for postage. Past practice is continued to send notices to the residents about the Public Hearing for residential rate adjustment sometime in late April or early May to comply with the 45 day minimum notice required by Prop 218.

At a separate time, around early March, staff sends a separate mass mailing of equal proportions to the Prop 218 notices, inviting the senior citizens of the City to apply for the "50% Senior Citizen Discount," every April as stated in the Franchise Agreement (Exhibit No. 5) held at the Community Center. Preparation and postage of approximately 26,000 "Senior Sign-Up" notices are also budgeted for in the exact amount as for Prop 218. For budget savings, these two mass mailing can be combined. However, since the request letter from Waste Management for the residential rate increase is not submitted until April, mailing of the notices for both the "Senior Sign-Up" and "Residential Rate Increase" will be no sooner than early May. The change to the notifications to the senior citizens will move the "Senior Sign-Up" week from the customary first week of April to possibly the first week of June. Past practice has been to notify the senior citizens at least 2-3 weeks prior to the "Senior Sign-Up" week to provide them sufficient time to make the necessary accommodations & arrangements. After these applications are processed and City Council has considered the residential rate increase, staff must submit these parcel data to Los Angeles County Assessment office by August in order for the parcels to be billed on the Property Tax Bill.

Per the aforementioned provisions, staff posted the Public Hearing notice and mailed notices within the 45 day minimum requirement. On May 2, 2013, the Notice of Public Hearing regarding the rate adjustment to the City's waste hauling services was posted at 6 public places within the City (Exhibit No. 6). On May 3, 2013, nearly 26,000 notices were distributed by the United States Postal Services throughout the residential areas of the City (Exhibit No.7). Since the City is contractually obligated for the mailing of the notices, the cost for this is accounted for as part of the City's operating budget. City Council and staff has followed this policy and procedures for a number of years. Staff is requesting the City Council's direction whether or not to change these policy and procedures which may result in amending the franchise agreement accordingly.

Waste Management, Inc. (WM), the City's residential waste hauler has submitted a rate adjustment for residential waste hauling services that includes single family, multi-family, mobilehome parks, and senior citizen housing complexes.

As explained on the June 18, 2013 staff report, the 2.04% CPI adjustment and the 0.0% disposal increase equates to an overall 2.04% increase to all residential rates. The new proposed rate for single family services would be \$19.49 per month or \$233.88 per year (senior citizens / single family rate @ \$9.73 per month or \$116.76 per year), and the proposed rates for various level of service for multi-family, mobilehome parks and senior housing complexes are as shown on Exhibit No. 8. For reference, a copy of the FY 2012/13 rates are attached as Exhibit No. 9.

Council also requested that staff research changing the practice of "On-Call Bulky Waste Pickup." Currently, per Section 4.1.4 of the franchise agreement, residents are entitled to two bulky waste pickup, per dwelling unit, per year. Staff discussed City Council's request with WM to change one of the two on-call bulky waste pickups, to one dedicated bulky waste pickup and continue to have one on-call bulky waste pickup. The bulky-waste pickup can be scheduled in line with the spring cleaning season. WM is open to this change and will discuss the details with staff once this change is implemented.

The City Council needs to be cognizant that WM will be entitled to an adjustment in its compensation for providing these modified services, as stated in Section 2.8.1 of the First Amendment to the Franchise Agreement (Exhibit No. 10).

V. FISCAL IMPACT

None. All residential billing is placed on the County Tax Roll and billed to the residents directly on their annual property tax bill. The tax collected by

Los Angeles County is then paid to the City. The City then remits those property tax receipts to Waste Management.

VI. EXHIBITS

1. Waste Management Residential rate adjustment letter, March 25, 2013. (pgs. 5-6)
2. Original Residential Waste Hauling Agreement - Section 6.3. (pg. 7)
3. Carson Municipal Code Article V, Chapter 2, Section 5229. (pg.8)
4. Proposition 218, Article XIII D, SEC 4e. (pg. 9)
5. Residential Billing Discounts. (pgs. 10-11)
6. Notice of Public Hearing dated May 2, 2013. (pg. 12)
7. United States Postal Service mailer. (pgs. 13-16)
8. Proposed Residential Rates FY 2013/14. (pgs. 17-18)
9. Actual Residential Rates FY 2012/13. (pgs. 19-20)
10. First Amendment of Franchise Agreement – Section 2.8.1. (pg. 21)

Prepared by: Raymond Velasco PE, Public Works Program Administrator
TO: Rev06-19-2013

Reviewed by:

City Clerk	City Treasurer
Administrative Services	Public Works
Community Development	Community Services

Action taken by City Council

Date _____ Action _____



March 25, 2013

Mr. David C. Biggs
City Manager
City of Carson
701 E Carson Street
Carson, CA 90745

Re: 2013 Residential Rate Adjustment

Dear Mr. Biggs:

Waste Management deeply appreciates serving the City of Carson and has worked closely with the City and the Public Works Department to implement and enhance many environmental programs.

2012 was a great year for the partnership between Carson and Waste Management. Our contract implementation has been going very well and we look forward to continuing to work with the City to implement new programs and increase the environmental awareness of the city, residents and commercial customers. Over the last year, we have implemented new recycling programs, increased communication with our customers in the City of Carson, ensured continued community partnerships, helped sign up seniors for discounted rates, participated in key local organizations and held outreach events across the City.

As per the new contract, Waste Management is officially submitting a rate adjustment request for the 2013/2014 Residential Rates.

Waste Management respectfully requests a residential price adjustment pursuant to Article 6 of the Integrated Residential Waste Management Services Agreement. Calculations are attached for your review and approval.

As a company, we are dedicated to making a difference for the environment and the communities that we serve. With the City's approval, we would like to implement these adjustments effective July 1, 2013, in conjunction with our annual rate adjustment. These new fees will offer customer's more service options, drive compliance with AB341 and provide additional franchise fees for the City of Manhattan Beach. Thank you for your favorable consideration. Please let me know if you have any questions.

Thank you for your consideration. Please let me know if you have any questions.

Sincerely,

Janine Hamner
Manager, Community and Municipal Affairs

CC: Mark Stackle
Doug Corcoran
Raymond Velasco
Frank Guercio
Mike Grim

ARTICLE 6

COMPANY COMPENSATION AND RATES

6.1 General

- A. The compensation provided for in this Article 6 shall be the full compensation due to the Company under this Agreement for all labor, equipment, materials, supplies, taxes, insurance, bonds, overhead, disposal, transfer, profit and all other things necessary to perform all services required by this Agreement.
- B. The Company shall perform the duties described in this Agreement in consideration of the right to receive compensation for such services rendered at maximum rates fixed from time-to-time by the City.

6.2 Compensation to the Company

The compensation paid to the Company for services rendered from the Effective Date through June 30, 2005, shall not exceed that set forth in Exhibit 1, unless otherwise provided for in a written amendment to this Agreement. Unless and until the maximum rates set forth on Exhibit 1 are adjusted, the Company shall provide the services required by this Agreement, charging no more than the maximum rates authorized by Exhibit 1, except as provided herein and in Section 6.4.

6.3 Future Adjustments

Effective July 1, 2005, and on each July 1 thereafter, the compensation paid to the Company shall be adjusted annually to maximum rates that are based upon changes in the Consumer Price Index ("CPI"), All Urban Consumers, for the Los Angeles-Anaheim-Riverside Area, as published by the United States Department of Labor, Bureau of Labor Statistics. The Company shall submit to the City, each April, beginning in April 2005, information in support of an annual adjustment. This information will include changes in the CPI that have occurred during the preceding calendar year. The City Manager or his designee shall review the information submitted by Company and approve the rate adjustment if the information submitted is determined to be accurate. As an alternative, the City Manager may refer the proposed adjustment to the City Council for approval, in its reasonable judgment.

Article V - Sanitation And Health

Chapter 2 Collection Of Solid Waste And Recyclable Materials

5229 Collection of Charges.

The City shall collect fees for residential solid waste collection services by causing fees to be placed on the Los Angeles County Tax rolls through procedures established by the Los Angeles County Tax Collector. No charge shall be made directly to a residential householder by the franchised residential collector, except as otherwise specifically authorized by the City Council. Every commercial/industrial collector shall be solely responsible for collecting the charges for such collector's services for providing commercial/industrial collections pursuant to this Chapter, and the City shall have no liability or responsibility therefor. (Ord. 91-956, § 2)

Proposition 218

SECTION 4. ASSESSMENT AND PROPERTY RELATED FEE REFORM.

Article XIII D is added to the California Constitution to read:

ARTICLE XIII D

SEC. 4. Procedures and Requirements for All Assessments.

(e) The agency shall conduct a public hearing upon the proposed assessment not less than 45 days after mailing the notice of the proposed assessment to record owners of each identified parcel. At the public hearing, the agency shall consider all protests against the proposed assessment and tabulate the ballots. The agency shall not impose an assessment if there is a majority protest. A majority protest exists if, upon the conclusion of the hearing, ballots submitted in opposition to the assessment exceed the ballots submitted in favor of the assessment. In tabulating the ballots, the ballots shall be weighted according to the proportional financial obligation of the affected property.

ARTICLE 5

OTHER SERVICES

5.1 Services and Customer Billing

5.1.1 Service Description

Company must annually, within 15 days prior to the effective date of a rate change, prepare and distribute, subject to the direction of the City, a notice to each residential account setting forth the rates charged to the customer, annual holiday schedule, recycling programs offered, and a general summary of services required to be provided under this Agreement and optional services that may be furnished by the Company. This notice shall be in a form that is subject to the approval of the City Manager or designee prior to its distribution. The notice may be included with billings. The notice may also be included as part of the Company's public education plan described in Section 5.3.1.

5.1.2 Billings to the City

The Company shall bill the City monthly for the Company Compensation for cart services that are provided to residential accounts. The Company Compensation for bin and rolloff services provided to residential accounts will be billed by the Company to the customer.

5.1.3 Residential Billing Discounts

The following discount shall be made available to customers:

- **50% Senior Citizen Discount** – to residents 62 years of age or older who own or rent any residential premises unit that is designated as a residential cart account. The City will establish procedures whereby residents may apply annually, during the month of April, for the senior citizen discount. This discount will be reflected on the billing information that is provided by the City to the Los Angeles County Auditor-Tax Collector for the collection of charges for solid waste collection services provided to residential cart accounts.

The City will notify the Company of all residential dwelling units receiving the senior citizen's discount.

5.1.4 Billings to Residential Accounts for Bin and Rolloff Services

Residential Accounts

Bills must be itemized by type of service. All bills must carry a due date, and not "due upon receipt." The customers shall be billed in accordance with the approved rate schedule.

Permanent Bin Customers

The Company shall direct bill all customers on a monthly basis, 30 days in advance. To start service, new customers shall pay a pro-rated amount for the first month's service in advance.

Rolloff Box and Temporary Bin Customers. The billing of temporary rolloff box customers and the collection of those bills shall be handled as follows:

- A. For individually-serviced residential accounts that request rolloff box (including temporary bin) service, the Company shall accept major credit cards for payment. Individually-serviced customers who do not use credit cards may be required by the Company to post a security deposit or to pay on a "Cash on Delivery" (C.O.D.) basis. Any unused portion of a security deposit shall be refunded to the customer within five business days of the termination of service.
- B. For all other rolloff box customers, the Company shall invoice monthly or semi-monthly in arrears with payment due within 15 days from the invoice date (i.e., the beginning of the month of the inception of service). Company may require a security deposit for temporary rolloff boxes, with the unused portion refunded to the customer within five business days of the termination of service.



CERTIFICATE OF POSTING

NOTICE OF

PUBLIC HEARING

The undersigned hereby certifies:

That all times herein mentioned, he/she was and now is the duly qualified and acting City Clerk/Deputy City Clerk of the City of Carson, California;

That on the **2nd** day of **May, 2013**, he/she caused to be posted in three conspicuous places, as required by law, **regarding the City's refuse collection charges and increases to such city refuse charges**, a copy of which is attached hereto, in the following public places in this City (CMC Sec. 2800 et seq.):

Los Angeles County Regional Library at Carson
151 East Carson Street
Carson, California 90745 - (310) 830-0901

Dominguez Park
21330 Santa Fe Avenue
Long Beach, California 90810 - (310) 549-3962

Los Angeles County Library
Victoria Park Branch
17906 South Avalon Boulevard
Carson, California 90746 - (310) 327-4830

City Offices (2)
701 East Carson Street
Carson, California 90745 - (310) 830-7600

Los Angeles County Sheriff's Department
Carson Station
21356 South Avalon Boulevard (at Desford Street)
Carson, California 90745 - (310) 830-1123

Courtesy Posting:

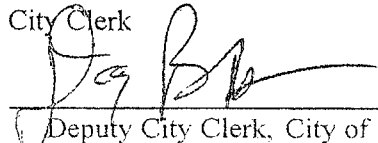
Congresswoman Juanita Millender-McDonald Community Center (2)
3 Civic Plaza Drive
Carson, California 90745 - (310) 835-0212

I certify under penalty of perjury that the foregoing is true and correct. Executed
at Carson, California, this 2 day of May, 2013.

Meeting Date: **06/18/2013**
Time: **6:00 PM**

Donesia L. Gause, CMC
City Clerk

By:


Deputy City Clerk, City of Carson

ORIGINAL - CITY CLERK

COPY - R.Velasco - Public Works
K. McKay - Pub. Safety
P.Nguyen - Accounting

EXHIBIT NO. 06

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CITY OF CARSON CITY HALL
701 E. CARSON STREET
P.O. BOX 6234
CARSON, CA 90749
(310) 830-7600
WEBSITE: ci.carson.ca.us

PRSRT STD
US POSTAGE
PAID
LONG BEACH, CA
PERMIT #906

EXHIBIT NO. 07



Company Detail	
Company Name	CITY OF CARSON
Address	PO BOX 6234 CARSON, CA 90749-6234
Contact Name	
Phone Number	(310)830-7600
Profit Indicator	P
PS Form 3607R - Mailing Transaction Receipt	
Account Holder Account Number	1763643
Account Holder Permit Number	906
Account Holder Permit Type	PI
Account Holder CRID	2885800
Post Office of Permit	LONG BEACH CA 90809-9693
Post Office of Mailing	LONG BEACH CA 90809-9693
Post Office of Permit Cost Center	054482-0818
Post Office of Mailing Cost Center	054482-0818
Mailing Agent Name	SOUTH BAY MAILING
Mailing Agent CRID	2477562
Mail Owner Name	
Mail Owner CRID	
JOB ID	
Customer Reference ID	
CAPS Transaction Number	N/A
Class of Mail	Standard Mail
Processing Category	Letters
Postage Statement ID	161136185
Mailing Group ID	120358134
Mailer's Mailing Date	05/03/2013
Total Pieces	25,940 pcs.
Weight of a single-piece	0.0282 lbs.
Total Weight	370.4900 lbs.
Total Number of Containers	53
Total Postage (Without Incentive/Fee)	\$ 3,787.24
Total Incentive/Discount	\$ 0.00
Fee	\$ 0.00
Total Adjusted Postage	\$ 3,787.24
Payment Date and Time	05/03/2013 13:27
Payment Transaction Number	201312315274370M1
Mailer Figures Adjusted?	No
Person authorizing adjustment	
Name	
Phone Number	
Acceptance Site Mailer ID	
Clerk Initials	SP
Mail Arrival Date and Time	05/03/2013 13:09

**CITY OF CARSON
NOTICE OF PUBLIC HEARING
BY THE CITY COUNCIL OF THE CITY OF CARSON
REGARDING THE CITY'S REFUSE COLLECTION CHARGES AND
INCREASES TO SUCH CITY REFUSE CHARGES**

NOTICE IS HEREBY GIVEN that the City Council (the "City Council") of the City of Carson (the "City") will hold a public hearing to consider a rate increase to its refuse collection and disposal fees and its resulting new fees charged to property owners and/or residents for solid waste disposal services within the City. Said public hearing will be held at a regular meeting of the Carson City Council as follows:

DATE: Tuesday, June 18, 2013

TIME: 6:00 p.m.

PLACE: City Hall, Council Chambers
701 East Carson Street
Carson, California 90745

The solid waste disposal services in the City are performed by Waste Management and the charges are billed on the County tax roll to property owners within the City as the "City Refuse Fee".

The solid waste disposal fees charged on your tax bill will increase as shown below on a monthly basis and on a yearly basis (the monthly basis multiplied by 12):

Type of Service	<u>Current Monthly Rate</u> (Effective July 1, 2012)	<u>Proposed Monthly Rate</u> (Effective July 1, 2013)	<u>Proposed Yearly Rate</u> (from July 1, 2013) (Billed in two installments on Tax Bill)	<u>Approximate Percentage Increase in Rate</u>
Regular Residential	\$19.10	\$19.49	\$233.88	2.0%
Senior Residential (Over 62 years and subject to certain qualifications)	\$9.55	\$9.75	\$116.94	2.0%

These fees (half the new yearly fee) will be billed every six months on your tax bill. These increases will go into effect on July 1, 2013, and be billed initially on the tax bill due December 2013. These increases are due to increases in the annual U.S. Department of Labor, Bureau of Labor and Statistics, Consumer Price Index, All Urban Consumers, Los Angeles-Anaheim-Riverside, reflecting among other things, increases in the costs of labor, electricity, supplies, equipment and gasoline. These increases also reflect increases in the cost of disposal fees (due to operational cost increases and regulatory requirements) by virtue of a prorated disposal fee increase (per parcel) based on an average disposal rate at two publicly owned disposal sites over the prior year. Waste Management disposes of the refuse at its own disposal site but is limited by the fees charged at the public sites. The fees charged for waste services include the household collection fee (reflecting such items as trucks, fuel, labor, equipment, and operational necessities) and the disposal fee (which includes such items as tipping, diversion, recycling and other regulatory requirement costs or operational items related to disposal). Adoption of the increases will validate all prior increases and the amount charged for the new fees.

Owners of real property subject to the fee increases (and renters of such property who actually pay the fee) in the City of Carson, who wish to protest the increases or the new fees can send in a written protest to the City Clerk at address below or attend the public hearing on the increases to register their written protest at the hearing. Only one written protest per residential parcel in the city's service area (i.e. address/assessor parcel number) will be counted. Written protests must be received by the City Clerk prior to or during the public hearing on June 18, 2013. Any written protests received following the close of the public hearing will not be counted. All written protests must (at a minimum) include the following information to be counted: (a) address or assessor parcel numbers of property subject to the fee increase, (b) name and signature of protester and whether the protester is a property owner or renter and (c) a clear statement protesting the fee pursuant to this notice. Written protests by electronic mail will not be accepted. This protest hearing is being conducted in accordance with Article XIID of the Constitution. The City Council will not implement the rate increases and new fees should a majority written protest against the proposed increased fees be received on all residential parcels in the City's service area.

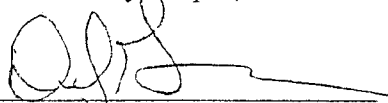
Persons wishing to protest must submit such protests to the City Clerk at 701 East Carson Street, Carson, California, 90745 before the public hearing or appear at the public hearing and submit their written protests at the hearing.

Any additional information on the increase may be obtained from the City's Public Works department at: 2390 E. Dominguez St, Carson CA, 90810. (310)847-3520.

If you challenge this proposal in court, you may be limited to raising only those issues you, or someone else raised at the public hearing described in this Public Hearing Notice, or in written correspondence delivered to the City Clerk at, or prior to the Public Hearing.

DATED:

This 25th day of April, 2013



Donesia Gause, City Clerk

Carson Rates for Residential Services

Effective 7/1/2013

2012 Single Family Rate:	\$ 19.10	per Residential Unit per month
2013 Single Family Rate:	\$ 19.49	per Residential Unit per month
2012 Senior Citizen Single Family Rate:	\$ 9.54	per Residential Unit per month
2013 Senior Citizen Single Family Rate:	\$ 9.73	per Residential Unit per month
2012 Extra Trash Cart:	\$ 9.54	per month (billed by WM to customer)
2013 Extra Trash Cart:	\$ 9.73	per month (billed by WM to customer)

Bin Rate Schedule for Residential/Multi-Family - Bilicycle CMF							
Bin Size	Collections per Week						
	1 x	2 x	3 x	4 x	5 x	6 x	7 x
2 Cubic yards (12)	\$ 113.73	\$ 203.67	\$ 288.41	\$ 377.08	\$ 452.88	\$ 564.34	\$ 682.36
2 Cubic yards (13)	\$ 116.04	\$ 207.81	\$ 294.28	\$ 384.75	\$ 462.10	\$ 575.82	\$ 696.25
3 Cubic yards (12)	\$ 124.05	\$ 246.98	\$ 352.69	\$ 450.08	\$ 560.49	\$ 696.91	\$ 842.76
3 Cubic yards (13)	\$ 126.57	\$ 252.01	\$ 359.87	\$ 459.24	\$ 571.90	\$ 711.09	\$ 859.91
4 Cubic yards (12)	\$ 172.14	\$ 288.41	\$ 415.01	\$ 547.64	\$ 664.31	\$ 802.31	\$ 1,001.72
4 Cubic yards (13)	\$ 175.64	\$ 294.28	\$ 423.46	\$ 558.79	\$ 677.83	\$ 818.64	\$ 1,022.11
6 Cubic yards (12)	\$ 215.72	\$ 371.33	\$ 539.66	\$ 716.16	\$ 871.96	\$ 1,089.13	\$ 1,319.60
6 Cubic yards (13)	\$ 220.11	\$ 378.89	\$ 550.64	\$ 730.73	\$ 889.71	\$ 1,111.30	\$ 1,346.46
Optional Services							
Locking Lids (12)	\$ 11.36	\$ 18.06	\$ 25.27	\$ 32.81	\$ 42.07	\$ 48.68	\$ 59.13
Locking Lids (13)	\$ 11.59	\$ 18.43	\$ 25.78	\$ 33.48	\$ 42.93	\$ 49.67	\$ 60.33
Scout Service (12)	\$ 37.92	\$ 70.26	\$ 105.31	\$ 142.18	\$ 186.92	\$ 220.18	\$ 272.41
Scout Service (13)	\$ 38.69	\$ 71.69	\$ 107.45	\$ 145.07	\$ 190.72	\$ 224.66	\$ 277.95
Push Out Service (12)	\$ 27.08	\$ 47.80	\$ 70.21	\$ 93.76	\$ 122.41	\$ 143.50	\$ 176.65
Push Out Service (13)	\$ 27.63	\$ 48.77	\$ 71.64	\$ 95.67	\$ 124.90	\$ 146.42	\$ 180.25

Bin Rate Schedule for Mobile Home Parks - Bilicycle CMH							
Bin Size	Collections per Week						
	1 x	2 x	3 x	4 x	5 x	6 x	7 x
2 Cubic yards (12)	\$ 66.72	\$ 111.00	\$ 148.01	\$ 185.02	\$ 221.05	\$ 306.06	\$ 314.89
2 Cubic yards (13)	\$ 68.08	\$ 113.26	\$ 151.02	\$ 188.79	\$ 225.55	\$ 312.29	\$ 321.30
3 Cubic yards (12)	\$ 70.34	\$ 136.72	\$ 183.48	\$ 230.24	\$ 276.98	\$ 323.72	\$ 393.84
3 Cubic yards (13)	\$ 71.77	\$ 139.50	\$ 187.21	\$ 234.93	\$ 282.62	\$ 330.31	\$ 401.86
4 Cubic yards (12)	\$ 98.07	\$ 150.26	\$ 202.95	\$ 255.65	\$ 362.78	\$ 361.07	\$ 440.09
4 Cubic yards (13)	\$ 100.07	\$ 153.32	\$ 207.08	\$ 260.85	\$ 370.16	\$ 368.42	\$ 449.05
6 Cubic yards (12)	\$ 123.82	\$ 190.63	\$ 259.86	\$ 350.11	\$ 398.31	\$ 467.49	\$ 571.28
6 Cubic yards (13)	\$ 126.34	\$ 194.51	\$ 265.15	\$ 357.24	\$ 406.42	\$ 477.00	\$ 582.91
Optional Services							
Locking Lids (12)	\$ 8.08	\$ 12.12	\$ 16.15	\$ 20.20	\$ 24.24	\$ 28.27	\$ 34.34
Locking Lids (13)	\$ 8.24	\$ 12.37	\$ 16.48	\$ 20.61	\$ 24.73	\$ 28.85	\$ 35.04
Scout Service (12)	\$ 26.94	\$ 47.12	\$ 67.33	\$ 87.49	\$ 107.68	\$ 127.86	\$ 158.15
Scout Service (13)	\$ 27.49	\$ 48.08	\$ 68.70	\$ 89.27	\$ 109.87	\$ 130.46	\$ 161.37
Push Out Service (12)	\$ 20.20	\$ 33.65	\$ 47.12	\$ 60.59	\$ 74.04	\$ 87.49	\$ 107.73
Push Out Service (13)	\$ 20.61	\$ 34.33	\$ 48.08	\$ 61.82	\$ 75.55	\$ 89.27	\$ 109.92

Carson Rates for Residential Services
Effective 7/1/2013

Bin Rate Schedule for Senior Citizen Housing Complexes - Billicycle CSC							
Bin Size	Collections per Week						
	1 x	2 x	3 x	4 x	5 x	6 x	7 x
2 Cubic yards (12)	\$ 43.76	\$ 72.82	\$ 97.08	\$ 121.36	\$ 144.98	\$ 340.74	\$ 206.54
2 Cubic yards (13)	\$ 44.65	\$ 74.30	\$ 99.06	\$ 123.83	\$ 147.93	\$ 347.67	\$ 210.74
3 Cubic yards (12)	\$ 46.13	\$ 86.05	\$ 115.46	\$ 144.88	\$ 174.29	\$ 203.72	\$ 247.83
3 Cubic yards (13)	\$ 47.07	\$ 87.80	\$ 117.81	\$ 147.83	\$ 177.84	\$ 207.87	\$ 252.87
4 Cubic yards (12)	\$ 64.33	\$ 98.55	\$ 133.11	\$ 167.67	\$ 202.64	\$ 236.83	\$ 288.66
4 Cubic yards (13)	\$ 65.64	\$ 100.56	\$ 135.82	\$ 171.08	\$ 206.76	\$ 241.65	\$ 294.53
6 Cubic yards (12)	\$ 78.70	\$ 123.55	\$ 168.41	\$ 213.25	\$ 258.15	\$ 302.98	\$ 370.26
6 Cubic yards (13)	\$ 80.30	\$ 126.06	\$ 171.84	\$ 217.59	\$ 263.40	\$ 309.15	\$ 377.80
Optional Services							
Locking Lids (12)	\$ 4.95	\$ 7.42	\$ 9.92	\$ 12.40	\$ 14.87	\$ 17.36	\$ 21.06
Locking Lids (13)	\$ 5.05	\$ 7.57	\$ 10.12	\$ 12.65	\$ 15.17	\$ 17.71	\$ 21.49
Scout Service (12)	\$ 16.51	\$ 28.90	\$ 41.29	\$ 53.66	\$ 66.03	\$ 78.43	\$ 97.01
Scout Service (13)	\$ 16.85	\$ 29.49	\$ 42.13	\$ 54.75	\$ 67.37	\$ 80.03	\$ 98.98
Push Out Service (12)	\$ 12.40	\$ 20.65	\$ 28.42	\$ 37.15	\$ 45.40	\$ 53.66	\$ 66.07
Push Out Service (13)	\$ 12.65	\$ 21.07	\$ 29.00	\$ 37.91	\$ 46.32	\$ 54.75	\$ 67.41

Carson Rates for Residential Services

Effective 7/1/2012

2011 Single Family Rate:	\$18.51 per Residential Unit per month
2012 Single Family Rate:	\$19.10 per Residential Unit per month
2011 Senior Citizen Single Family Rate:	\$9.24 per Residential Unit per month
2012 Senior Citizen Single Family Rate:	\$9.54 per Residential Unit per month
2011 Extra Trash Cart	\$9.24 per month (billed by WM to customer)
2012 Extra Trash Cart	\$9.54 per month (billed by WM to customer)

Bin Rate Schedule for Residential/Multi-Family - Bilcycle CMF							
Bin Size	Collections per Week						
	1 x	2 x	3 x	4 x	5 x	6 x	7 x
2 Cubic yards (11)	\$ 110.20	\$ 197.35	\$ 279.47	\$ 365.39	\$ 438.84	\$ 546.84	\$ 661.20
2 Cubic yards (12)	\$ 113.73	\$ 203.67	\$ 288.41	\$ 377.08	\$ 452.88	\$ 564.34	\$ 682.36
3 Cubic yards (11)	\$ 120.20	\$ 239.32	\$ 341.75	\$ 436.12	\$ 543.11	\$ 675.30	\$ 816.63
3 Cubic yards (12)	\$ 124.05	\$ 246.98	\$ 352.69	\$ 450.08	\$ 560.49	\$ 696.91	\$ 842.76
4 Cubic yards (11)	\$ 166.80	\$ 279.47	\$ 402.14	\$ 530.66	\$ 643.71	\$ 777.43	\$ 970.66
4 Cubic yards (12)	\$ 172.14	\$ 288.41	\$ 415.01	\$ 547.64	\$ 664.31	\$ 802.31	\$ 1,001.72
6 Cubic yards (11)	\$ 209.03	\$ 359.82	\$ 522.93	\$ 693.95	\$ 844.92	\$ 1,055.36	\$ 1,278.68
6 Cubic yards (12)	\$ 215.72	\$ 371.33	\$ 539.66	\$ 716.16	\$ 871.96	\$ 1,089.13	\$ 1,319.60
Optional Services							
Locking Lids (11)	\$ 11.01	\$ 17.50	\$ 24.49	\$ 31.79	\$ 40.77	\$ 47.17	\$ 57.30
Locking Lids (12)	\$ 11.36	\$ 18.06	\$ 25.27	\$ 32.81	\$ 42.07	\$ 48.68	\$ 59.13
Scout Service (11)	\$ 36.74	\$ 68.08	\$ 102.04	\$ 137.77	\$ 181.12	\$ 213.35	\$ 263.96
Scout Service (12)	\$ 37.92	\$ 70.26	\$ 105.31	\$ 142.18	\$ 186.92	\$ 220.18	\$ 272.41
Push Out Service (11)	\$ 26.24	\$ 46.32	\$ 68.03	\$ 90.85	\$ 118.61	\$ 139.05	\$ 171.17
Push Out Service (12)	\$ 27.08	\$ 47.80	\$ 70.21	\$ 93.76	\$ 122.41	\$ 143.50	\$ 176.65

Bin Rate Schedule for Mobile Home Parks - Bilcycle CMH							
Bin Size	Collections per Week						
	1 x	2 x	3 x	4 x	5 x	6 x	7 x
2 Cubic yards (11)	\$ 64.65	\$ 107.56	\$ 143.42	\$ 179.28	\$ 214.20	\$ 296.57	\$ 305.13
2 Cubic yards (12)	\$ 66.72	\$ 111.00	\$ 148.01	\$ 185.02	\$ 221.05	\$ 306.06	\$ 314.89
3 Cubic yards (11)	\$ 68.16	\$ 132.48	\$ 177.79	\$ 223.10	\$ 268.39	\$ 313.68	\$ 381.63
3 Cubic yards (12)	\$ 70.34	\$ 136.72	\$ 183.48	\$ 230.24	\$ 276.98	\$ 323.72	\$ 393.84
4 Cubic yards (11)	\$ 95.03	\$ 145.60	\$ 196.66	\$ 247.72	\$ 351.53	\$ 349.87	\$ 426.44
4 Cubic yards (12)	\$ 98.07	\$ 150.26	\$ 202.95	\$ 255.65	\$ 362.78	\$ 361.07	\$ 440.09
6 Cubic yards (11)	\$ 119.98	\$ 184.72	\$ 251.80	\$ 339.25	\$ 385.96	\$ 452.99	\$ 553.57
6 Cubic yards (12)	\$ 123.82	\$ 190.63	\$ 259.86	\$ 350.11	\$ 398.31	\$ 467.49	\$ 571.28
Optional Services							
Locking Lids (11)	\$ 7.83	\$ 11.74	\$ 15.65	\$ 19.57	\$ 23.49	\$ 27.39	\$ 33.28
Locking Lids (12)	\$ 8.08	\$ 12.12	\$ 16.15	\$ 20.20	\$ 24.24	\$ 28.27	\$ 34.34
Scout Service (11)	\$ 26.10	\$ 45.66	\$ 65.24	\$ 84.78	\$ 104.34	\$ 123.90	\$ 153.25
Scout Service (12)	\$ 26.94	\$ 47.12	\$ 67.33	\$ 87.49	\$ 107.68	\$ 127.86	\$ 158.15
Push Out Service (11)	\$ 19.57	\$ 32.61	\$ 45.66	\$ 58.71	\$ 71.74	\$ 84.78	\$ 104.39
Push Out Service (12)	\$ 20.20	\$ 33.65	\$ 47.12	\$ 60.59	\$ 74.04	\$ 87.49	\$ 107.73

EXHIBIT NO. 03

Bin Rate Schedule for Senior Citizen Housing Complexes - Billecycle CSO							
Bin Size	Collections per Week						
	1 x	2 x	3 x	4 x	5 x	6 x	7 x
2 Cubic yards (11)	\$ 42.40	\$ 70.56	\$ 94.07	\$ 117.60	\$ 140.48	\$ 330.17	\$ 200.14
2 Cubic yards (12)	\$ 43.76	\$ 72.82	\$ 97.08	\$ 121.36	\$ 144.98	\$ 340.74	\$ 206.54
3 Cubic yards (11)	\$ 44.70	\$ 83.38	\$ 111.88	\$ 140.39	\$ 168.89	\$ 197.40	\$ 240.15
3 Cubic yards (12)	\$ 46.13	\$ 86.05	\$ 115.46	\$ 144.88	\$ 174.29	\$ 203.72	\$ 247.83
4 Cubic yards (11)	\$ 62.34	\$ 95.49	\$ 128.98	\$ 162.47	\$ 196.36	\$ 229.49	\$ 279.71
4 Cubic yards (12)	\$ 64.33	\$ 98.55	\$ 133.11	\$ 167.67	\$ 202.64	\$ 236.83	\$ 288.66
6 Cubic yards (11)	\$ 76.26	\$ 119.72	\$ 163.19	\$ 206.64	\$ 250.15	\$ 293.59	\$ 358.78
6 Cubic yards (12)	\$ 78.70	\$ 123.55	\$ 168.41	\$ 213.25	\$ 258.15	\$ 302.98	\$ 370.26
Optional Services							
Locking Lids (11)	\$ 4.80	\$ 7.19	\$ 9.61	\$ 12.02	\$ 14.41	\$ 16.82	\$ 20.41
Locking Lids (12)	\$ 4.95	\$ 7.42	\$ 9.92	\$ 12.40	\$ 14.87	\$ 17.36	\$ 21.06
Scout Service (11)	\$ 16.00	\$ 28.00	\$ 40.01	\$ 52.00	\$ 63.98	\$ 76.00	\$ 94.00
Scout Service (12)	\$ 16.51	\$ 28.90	\$ 41.29	\$ 53.66	\$ 66.03	\$ 78.43	\$ 97.01
Push Out Service (11)	\$ 12.02	\$ 20.01	\$ 27.54	\$ 36.00	\$ 43.99	\$ 52.00	\$ 64.02
Push Out Service (12)	\$ 12.40	\$ 20.65	\$ 28.42	\$ 37.15	\$ 45.40	\$ 53.66	\$ 66.07

3. Section 2.4 of the Agreement is deleted in its entirety and replaced with the following:

2.4 Term of Agreement

The term of this Agreement commences on the Effective Date and expires on June 30, 2018, with an extension authorized up to a maximum of five (5) additional years upon the mutual agreement of the parties and as authorized by vote of the City Council. Effective on the Effective Date, the parties agree that all agreements related to the provision of Integrated Residential Waste Management Services that predate the July 15, 2003, Agreement, are superseded in their entirety and are of no further force or effect, except for indemnity obligations arising under such prior agreements.

4. Section 2.8.1 is deleted in its entirety and replaced with the following:

2.8.1 General

The City may direct the Company to perform additional services (including new diversion programs, etc.), or to modify the manner in which it performs existing services or bills for services. Pilot programs and innovative services that may entail new collection methods, different kinds of services or new requirements for customers, and alternative rate structures are included among the kinds of changes that the City may direct. In addition, upon request of the City, the City and the Company agree to negotiate in good faith for the Company to assume oversight responsibility for street sweeping services in the City. The Company will be entitled to an adjustment in its compensation for providing those additional or modified services.

5. Section 4.4.3.4 of the Agreement is deleted in its entirety and replaced with the following:

4.4.3.4 Rolloff Boxes; Bagster® Service

The Company must provide clean rolloff boxes, free from graffiti and equipped with reflectors. The Company must properly cover all open rolloff boxes during transport to the disposal site. In addition, the Company may