



**BURRTEC**

**WASTE INDUSTRIES, INC.**

*"We'll Take Care Of It"*

April 17, 2018

Mr. Archie Washington  
Field Operations Manager  
City of Riverside  
8095 Lincoln Ave.  
Riverside, CA 92504

RE: 2018 Solid Waste Rate Adjustments

Dear Mr. Washington:

Enclosed are the disposal rate adjustments for the Robert A. Nelson Transfer Station effective July 1, 2018. These rates include cost adjustments related to the Consumer Price Index (CPI), Riverside County landfill tip fees, new laws regulating green waste processing, recyclable commodity values and increased operating costs that are simply not covered by the traditional CPI adjustments.

As you have surely experienced within the City's solid waste operations, the CPI adjustments do not accurately reflect the year to year cost increases that have become significantly disproportionate after several years. This disparity is further magnified by laws such as minimum wage and medical insurance requirements.

In addition, Burrtec Waste Industries respectfully requests an adjustment to the residential and commercial franchise rates for the 2018-19 fiscal year.

Please let us know if you have questions or require any additional information.

Sincerely,

Richard Niño  
Vice President

cc: Cindie Perry  
Brandi Becker  
Olivia Sanchez  
Richard Crockett

Agua Mansa MRF, LLC  
 Robert A. Nelson Transfer Station  
 July 1, 2018

### Refuse Tip Fee Adjustment

<u>Components</u>	<u>Current Rate/Ton</u>	<u>July 1, 2018 Rate/Ton</u>
Service	\$ 14.55	\$ 14.55
CPI		0.53 (1)
Cost Adjustment		3.59
Adjusted Service		\$ 18.67
Disposal	\$ 29.08	\$ 30.13 (2)
Total	<u>\$ 43.63</u>	<u>\$ 48.80</u>

(1) Based on Los Angeles-Riverside-Orange County,  
All Urban Consumers CPI at December 2017 of 3.61%.

(2) County's Disposal Fee estimated to increase by 3.61% .

Agua Mansa MRF, LLC  
 Robert A. Nelson Transfer Station  
 July 1, 2018

**Green Waste Tip Fee Adjustment**  
**City of Riverside**

<b><u>Components</u></b>	<b><u>Current Rate/Ton</u></b>	<b><u>July 1, 2018 Rate/Ton</u></b>
Service	\$ 29.78	\$ 29.78
CPI		1.08 (1)
Cost Adjustment		2.48
Adjusted Service		\$ 33.34
Land Application/Disposal	\$ 6.24	\$ 6.24
CPI		0.23 (1)
Compost/ADC		8.79
Adjusted Land Ap./Disposal		\$ 15.26
Total	<u>\$ 36.02</u>	<u>\$ 48.60</u>
Memo:		
Out of County	\$ 36.52	\$ 49.10

(1) Based on Los Angeles-Riverside-Orange County,  
 All Urban Consumers CPI at December 2017 of 3.61%.

Agua Mansa MRF, LLC  
Robert A. Nelson Transfer Station  
July 1, 2018

**Food Waste Tip Fee Adjustment**

<b><u>Components</u></b>	<b><u>Current Rate/Ton</u></b>	<b><u>July 1, 2018 Rate/Ton</u></b>
Disposal	\$ 70.56	\$ 70.56
CPI		2.55 (1)
Total	<u>\$ 70.56</u>	<u>\$ 73.11</u>

(1) Based on Los Angeles-Riverside-Orange County,  
All Urban Consumers CPI at December 2017 of 3.61%.

Burrtec Waste Industries, Inc.  
Recycling Reimbursement Rate  
City of Riverside  
July 2018

	<u>July 1, 2017</u>	<u>Incr./ (Decr.)</u>	<u>July 1, 2018</u>
	<u>(Per Ton)</u>	<u>(Per Ton)</u>	<u>(Per Ton)</u>
Reimbursement Rate	\$ 12.27	\$ (4.92)	\$ 7.35

	<u>Percentage</u>	<u>Weight</u>	<u>Percent</u>
	<u>Inc / (Dec)</u>		<u>Amount</u>
Mixed Paper (2)	(57.94)%	33.33%	(19.31)%
OCC (11)	(9.49)%	33.33%	(3.16)%
ONP (8)	(52.90)%	33.33%	(17.63)%
Total			<u>(40.11)%</u>

Burrtec Waste Industries, Inc.  
**Recycling Reimbursement Rate**  
City of Riverside  
July 2018

<u>Month</u>	<u>Mixed Paper (2)</u>	<u>OCC (11) (Cardboard)</u>	<u>ONP (8) (Newspaper)</u>
May-15	107	150	118
Jun-15	118	165	127
Jul-15	118	166	128
Aug-15	114	157	122
Sep-15	114	162	120
Oct-15	112	157	117
Nov-15	105	152	109
Dec-15	98	147	101
Jan-16	87	139	91
Feb-16	86	138	102
Mar-16	94	147	110
Apr-16	107	149	115
May-16	115	144	120
Jun-16	119	146	125
Jul-16	125	158	132
Aug-16	142	178	152
Sep-16	126	155	146
Oct-16	125	163	143
Nov-16	135	173	148
Dec-16	149	180	156
Jan-17	156	191	164
Feb-17	166	218	177
Mar-17	176	246	182
Apr-17	102	200	112
24-month average	120.67	165.88	129.88
<u>Month</u>			
May-17	104	205	112
Jun-17	131	242	138
Jul-17	150	247	157
Aug-17	133	233	144
Sep-17	105	193	115
Oct-17	70	123	88
Nov-17	80	180	114
Dec-17	70	185	120
Jan-18	60	180	110
Feb-18	40	150	95
Mar-18	20	120	20
Apr-18	15	105	15
May-18	* 20	120	20
Jun-18	* 20	120	20
Jul-18	* 20	120	20
Aug-18	* 20	120	20
Sep-18	* 20	120	20
Oct-18	* 20	120	20
Nov-18	* 20	120	20
Dec-18	* 20	120	20
Jan-19	* 20	120	20
Feb-19	* 20	120	20
Mar-19	* 20	120	20
Apr-19	* 20	120	20
24-month average	50.75	150.13	61.17
Percent Change	(57.94)%	(9.49)%	(52.90)%
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* Estimated using March 2018 values			