

### City Manager's Office

#### **MEMORANDUM**

**DATE:** March 4, 2024

**TO:** Mayor and City Council

**THROUGH:** Doug Thornley, City Manager Approved Electronically

**FROM:** Suzanne Groneman, Sustainability Manager

Jackie Bryant, Assistant City Manager

**SUBJECT:** Waste Management 2024 Rate Increase

In accordance with the commercial, residential, and disposal franchise agreements, Waste Management notified the City of Reno of the 2024 rate increases.

Additionally, the allowances will also increase. The allowances are:

- Amounts afforded to the City of Reno for collection services throughout Reno at city-owned buildings
  and facilities, and in the public right-of-way. The allowance also includes large dumpsters for cleanups
  and other events organized by and managed by the City of Reno.
- Transfer Station activities: any and all waste dropped off by the City or their contracted representatives, at either the Stead or Commercial Row transfer stations.
- Lockwood Landfill activities: any and all waste dropped off by the City or their contracted representatives, at the Lockwood Landfill.

The notification letter and rate sheets are attached.



February 29, 2024

Mr. Doug Thornley City Manager, City of Reno P.O. Box 1900 Reno, Nevada 89505

#### Dear Mr. Thornley:

This is to notify you of rate adjustments per the franchise agreements between the City of Reno and WM. Per the Bureau of Labor Statistics the Consumer Price Index-Garbage and Trash Collection for the period of December 2023 to December 2023 increased 7.28%.

Per section 6.2 A of the commercial agreement and 6.3 A of the residential agreement, which limits any rate increase to 6.00%, the increase to collection rates that WM will put into effect as of April 1, 2024, will be 6.00%. Attached are new rate schedules for each line of business.

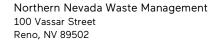
Additionally, Per Section 3.6 of the Disposal Agreement, the Host Fee WM pays to the City of Reno will increase from \$.56 per ton to \$.60 per ton for all material passing through transfer stations in Reno.

Per section 5.2 of the Disposal Agreement, solid waste rates per ton will be adjusted as listed below. These are internal rates between hauling company and post collections. It does not affect the rate paid by the public at the transfer station.

	Current	Rate	<b>New Rate</b>
	Rate	Change	
Compacted Yards	\$15.44	\$1.12	\$16.56
Uncompacted Yards	\$12.05	\$0.88	\$12.93
Approved Recyclables Per			
Ton	\$58.53	\$4.26	\$62.79

Additionally, per section 3.3 E of the Disposal agreement the City's Disposal allowances will be increased as follows:

Collection Service Allowance	\$1,233,140.11
Transfer Station Allowance	\$1,196,831.17
Lockwood Landfill Allowance	\$58,382.01





I am happy to discuss further if you have any questions.

Sincerely, Kendra Kostelecky Waste Management

CC: Suzanne Groneman

Emily Kidd Maria Davis Ryan West Jorge Ballesteros Michal Eckman Jonathan Crabtree Kim Fleming April Puhaida Eric Lynch Danalyn Winters Derek Fuji



#### City of Reno Residential Rates New Rates Effective 4/1/2024

Adjustment 6.00%

Residential	Current Rate	CPI Adjustment	New Rate
One 35 Gallon Solid Waste Cart and 64 Gallon Recycle Cart	\$18.58	\$1.11	\$19.69
One 35 Gallon Solid Waste Cart and 96 Gallon Recycle Cart	\$19.15	\$1.15	\$20.30
One 64 Gallon Solid Waste Cart and 96 Gallon Recycle Cart	\$20.57	\$1.23	\$21.80
One 96 Gallon Solid Waste Cart and 96 Gallon Recycle Cart	\$22.76	\$1.37	\$24.13
One 35 Gallon Solid Waste Cart and 64 Gallon Recycle Cart - Senior Rate	\$16.60	\$1.00	\$17.60
One 35 Gallon Solid Waste Cart and 64 Gallon Recycle Cart - Low Income/Senior Rate	\$12.45	\$0.75	\$13.20
Animal Resistant 96 Gallon Solid Waste Cart and 96 Gallon Recycle Cart - Automated	\$27.68	\$1.66	\$29.34
Animal Resistant 96 Gallon Solid Waste Cart and 96 Gallon Recycle Cart - Manual	\$31.17	\$1.87	\$33.04
Additonal 96 Gallon Solid Waste Cart	\$11.25	\$0.68	\$11.93
Additional 96 Gallon Solid Waste Cart - For Existing Similar Service	\$7.21	\$0.43	\$7.64
Additonal 96 Gallon Recycling Cart	\$6.76	\$0.41	\$7.17
Additional 64 Gallon Solid Waste Cart	\$11.75	\$0.71	\$12.46
Additonal 64 Gallon Recycling Cart	\$7.71	\$0.46	\$8.17
Side Yard Service (No Charge for Senior or Disabled)	\$15.21	\$0.91	\$16.12
Extra Stickers	\$3.01	\$0.18	\$3.19
Summer/Fall - Package of 20 Stickers	\$53.68	\$3.22	\$56.90

Bin Service Residential	Current Rate	CPI Adjustment	New Rate
4 Yard Bin Special Single Service	\$108.11	\$6.49	\$114.60
6 Yard Bin Special Single Service	\$144.87	\$8.69	\$153.56
Trip Charge	\$37.68	\$2.26	\$39.94

Other Fees and Charges	Current Rate	CPI Adjustment	New Rate
64 Gallon Recycle Continamtion Fee per Occurance <sup>1</sup>	\$4.75	\$0.29	\$5.04
96 Gallon Recycle Continamtion Fee per Occurance <sup>1</sup>	\$5.27	\$0.32	\$5.59
Overage charge for carts with lid not completely closed (per incident) <sup>2</sup>	\$6.01	\$0.36	\$6.37
Cart Delivery and Exchange Charge <sup>3</sup>	\$48.98	\$2.94	\$51.92
New Customer Account Activation Fee with Cart Delivery <sup>4</sup>	\$48.98	\$2.94	\$51.92
New Customer Account Activation Fee without Cart Delivery <sup>4</sup>	\$27.21	\$1.63	\$28.84
Cart Replacement	\$114.06	\$6.84	\$120.90
Customer owned bear cart service at the curb, additional to base service level	\$8.41	\$0.50	\$8.91

<sup>&</sup>lt;sup>1</sup>Contamination fee is equal to one pickup at normal monthly rate (monthly rate divided by 4.33 weeks per month)

<sup>&</sup>lt;sup>2</sup>One-time charge applied to account with photographic documentation demonstrating one or more of the following overage conditions: 1) an overloaded container, 2) lid closed with debris on top of lid or outside container, 3) lid prevented from closing completely

<sup>&</sup>lt;sup>3</sup>Cart exchange charge applies to solid waste and recycling carts.

<sup>&</sup>lt;sup>4</sup>The account activation fee applies to new City of Reno franchise customers only to set up account information.



#### City of Reno Commercial and Roll Off Collection Services New Rates Effective 4/1/2024

Adjustment 6.00%

#### **Bin Collection Services - Solid Waste**

Monthly Rate by Collection Frequency per Week <sup>1</sup>				
Service	Current Rate	CPI Adjustment	New Rate	
2 Cubic Yard Solid Waste				
2 Cubic Yards - 1 X Week	\$178.63	\$10.72	\$189.35	
2 Cubic Yards - 2 X Week	\$300.87	\$18.05	\$318.92	
2 Cubic Yards - 3 X Week	\$421.88	\$25.31	\$447.19	
2 Cubic Yards - 4 X Week	\$545.74	\$32.74	\$578.48	
2 Cubic Yards - 5 X Week	\$666.66	\$40.00	\$706.66	
2 Cubic Yards - 6 X Week	\$787.40	\$47.24	\$834.64	
3 Cubic Yard Solid Waste				
3 Cubic Yards - 1 X Week	\$211.73	\$12.70	\$224.43	
3 Cubic Yards - 2 X Week	\$367.32	\$22.04	\$389.36	
3 Cubic Yards - 3 X Week	\$521.14	\$31.27	\$552.41	
3 Cubic Yards - 4 X Week	\$671.72	\$40.30	\$712.02	
3 Cubic Yards - 5 X Week	\$825.50	\$49.53	\$875.03	
3 Cubic Yards - 6 X Week	\$979.26	\$58.76	\$1,038.02	
3 Cubic Yards - 7 X Week	\$1,234.09	\$74.05	\$1,308.14	
4 Cubic Yard Solid Waste				
4 Cubic Yards - 1 X Week	\$251.42	\$15.09	\$266.51	
4 Cubic Yards - 2 X Week	\$433.52	\$26.01	\$459.53	
4 Cubic Yards - 3 X Week	\$620.35	\$37.22	\$657.57	
4 Cubic Yards - 4 X Week	\$797.20	\$47.83	\$845.03	
4 Cubic Yards - 5 X Week	\$984.31	\$59.06	\$1,043.37	
4 Cubic Yards - 6 X Week	\$1,164.54	\$69.87	\$1,234.41	
4 Cubic Yards - 7 X Week	\$1,467.07	\$88.02	\$1,555.09	
6 Cubic Yard Solid Waste				
6 Cubic Yards - 1 X Week	\$365.33	\$21.92	\$387.25	
6 Cubic Yards - 2 X Week	\$618.01	\$37.08	\$655.09	
6 Cubic Yards - 3 X Week	\$904.77	\$54.29	\$959.06	
6 Cubic Yards - 4 X Week	\$1,160.86	\$69.65	\$1,230.51	
6 Cubic Yards - 5 X Week	\$1,502.32	\$90.14	\$1,592.46	
6 Cubic Yards - 6 X Week	\$1,843.76	\$110.63	\$1,954.39	
6 Cubic Yards - 7 X Week	\$2,276.05	\$136.56	\$2,412.61	

#### **Bin Collection Services - Approved Recyclable Materials**

Monthly Rate by Collection Frequency per Week <sup>1</sup>				
Service	Current Rate	CPI Adjustment	New Rate	
2 Cubic Yard Recycle				
2 Cubic Yards - Every Other Week	\$62.51	\$3.75	\$66.26	
2 Cubic Yards - 1 X Week	\$125.03	\$7.50	\$132.53	
2 Cubic Yards - 2 X Week	\$210.62	\$12.64	\$223.26	
2 Cubic Yards - 3 X Week	\$295.32	\$17.72	\$313.04	
2 Cubic Yards - 4 X Week	\$382.02	\$22.92	\$404.94	
2 Cubic Yards - 5 X Week	\$466.66	\$28.00	\$494.66	
2 Cubic Yards - 6 X Week	\$551.16	\$33.07	\$584.23	
3 Cubic Yard Recycle				
3 Cubic Yards - Every Other Week	\$74.12	\$4.45	\$78.57	
3 Cubic Yards - 1 X Week	\$148.23	\$8.89	\$157.12	
3 Cubic Yards - 2 X Week	\$257.11	\$15.43	\$272.54	
3 Cubic Yards - 3 X Week	\$364.82	\$21.89	\$386.71	

3 Cubic Yards - 4 X Week	\$470.23	\$28.21	\$498.44
3 Cubic Yards - 5 X Week	\$577.85	\$34.67	\$612.52
3 Cubic Yards - 6 X Week	\$685.47	\$41.13	\$726.60
3 Cubic Yards - 7 X Week	\$863.86	\$51.83	\$915.69
4 Cubic Yard Recycle			
4 Cubic Yards - Every Other Week	\$88.00	\$5.28	\$93.28
4 Cubic Yards - 1 X Week	\$175.98	\$10.56	\$186.54
4 Cubic Yards - 2 X Week	\$303.47	\$18.21	\$321.68
4 Cubic Yards - 3 X Week	\$434.25	\$26.06	\$460.31
4 Cubic Yards - 4 X Week	\$558.03	\$33.48	\$591.51
4 Cubic Yards - 5 X Week	\$688.99	\$41.34	\$730.33
4 Cubic Yards - 6 X Week	\$815.17	\$48.91	\$864.08
4 Cubic Yards - 7 X Week	\$1,116.09	\$66.97	\$1,183.06
6 Cubic Yard Recycle			
6 Cubic Yards - Every Other Week	\$127.88	\$7.67	\$135.55
6 Cubic Yards - 1 X Week	\$255.74	\$15.34	\$271.08
6 Cubic Yards - 2 X Week	\$432.61	\$25.96	\$458.57
6 Cubic Yards - 3 X Week	\$633.33	\$38.00	\$671.33
6 Cubic Yards - 4 X Week	\$812.62	\$48.76	\$861.38
6 Cubic Yards - 5 X Week	\$1,051.62	\$63.10	\$1,114.72
6 Cubic Yards - 6 X Week	\$1,290.63	\$77.44	\$1,368.07
6 Cubic Yards - 7 X Week	\$1,593.22	\$95.59	\$1,688.81

<sup>&</sup>lt;sup>1</sup>Dumping and replacing the specified capacity Bin the designated frequency per week; monthly charge per Bin

#### **Bin Collection Services (Cont.)**

Bill Collection Services (Cont.)				
Additional Dump of Container: Solid Waste and Approved Recyclable Materials <sup>2</sup>				
Service	Current Rate	CPI Adjustment	New Rate	
Non Service Day per Pickup				
2 Cubic Yard	\$85.20	\$5.11	\$90.31	
3 Cubic Yard	\$94.30	\$5.66	\$99.96	
4 Cubic Yard	\$103.48	\$6.21	\$109.69	
6 Cubic Yard	\$130.93	\$7.86	\$138.79	
Service Day Rate per Pickup				
2 Cubic Yard	\$45.61	\$2.74	\$48.35	
3 Cubic Yard	\$54.70	\$3.28	\$57.98	
4 Cubic Yard	\$63.87	\$3.83	\$67.70	
6 Cubic Yard	\$91.32	\$5.48	\$96.80	

Other Bin Services and Fees					
Service	Current Rate	CPI Adjustment	New Rate		
4 Yard Bin Special -Single Service <sup>4</sup>	\$108.11	\$6.49	\$114.60		
6 Yard Bin Special -Single Service <sup>4</sup>	\$144.87	\$8.69	\$153.56		
Trip Charge <sup>3</sup>	\$37.68	\$2.26	\$39.94		

<sup>&</sup>lt;sup>2</sup>Additional dump of existing Customer Bin on regularly scheduled service day and non-service day

#### **Cart Collection Services**

	Curt Contollon Convictor				
Monthly Rate by Collection Frequency per Week⁵					
	Service	Current Rate	CPI Adjustment	New Rate	
35 Gal Cart		\$27.94	\$1.68	\$29.62	
64 Gal Cart		\$54.09	\$3.25	\$57.34	
96 Gal Cart		\$38.31	\$2.30	\$40.61	

<sup>&</sup>lt;sup>3</sup>Inability to access or service Bin

<sup>&</sup>lt;sup>4</sup>Delivery and pick up Bin-single service

#### **Cart Collection Services-Approved Recyclable Materials**

Monthly Rate by Collection Frequency per Week⁵				
Service Current Rate CPI Adjustment New R				
96 Gal Recycle Cart	\$23.46	\$1.41	\$24.87	
96 Gal Recycle Cart - Every other week	\$11.73	\$0.70	\$12.43	

<sup>&</sup>lt;sup>5</sup>Dumping and replacing the specified capacity Cart the designated frequency per week; monthly charge per cart/bin

#### **Frontload Compactor Bins**

Monthly Rate by Collection Frequency per Week⁵							
Service	Current Rate	CPI Adjustment	New Rate				
1 yard compactor	\$114.09	\$6.85	\$120.94				
2 yard compactor	\$228.17	\$13.69	\$241.86				
3 yard compactor	\$342.23	\$20.53	\$362.76				
4 yard compactor	\$456.31	\$27.38	\$483.69				

<sup>&</sup>lt;sup>5</sup>Dumping and replacing the specified capacity Cart the designated frequency per week; monthly charge per cart/bin

#### **Drop Box and Compactor Collection Services**

Drop Box and Compactor Conection Services							
Garbage, Approved Recyclable Materials and Permanent Services <sup>8</sup>							
Service <sup>6</sup>	Current Rate	CPI Adjustment	New Rate				
Closed Top Bins							
14 Yard Closed Top	\$201.47	\$12.09	\$213.56				
20 Yard Closed Top	\$275.15	\$16.51	\$291.66				
30 Yard Closed Top	\$406.36	\$24.38	\$430.74				
Drop Box Initial Delivery Fee	\$100.62	\$6.04	\$106.66				
Open Top Bins							
14 Yard Open Top	\$188.19	\$11.29	\$199.48				
20 Yard Open Top	\$261.86	\$15.71	\$277.57				
30 Yard Open Top	\$392.81	\$23.57	\$416.38				
Drop Box Initial Delivery Fee	\$100.62	\$6.04	\$106.66				
Compactors							
10 Cubic Yard	\$262.29	\$15.74	\$278.03				
12 Cubic Yard	\$314.74	\$18.88	\$333.62				
14 Cubic Yard	\$367.20	\$22.03	\$389.23				
15 Cubic Yard	\$393.46	\$23.61	\$417.07				
16 Cubic Yard	\$419.69	\$25.18	\$444.87				
20 Cubic Yard	\$524.60	\$31.48	\$556.08				
22 Cubic Yard	\$577.06	\$34.62	\$611.68				
24 Cubic Yard	\$629.52	\$37.77	\$667.29				
25 Cubic Yard	\$655.73	\$39.34	\$695.07				
30 Cubic Yard	\$786.89	\$47.21	\$834.10				
40 Cubic Yard	\$1,049.19	\$62.95	\$1,112.14				
Delivery charge	\$100.62	\$6.04	\$106.66				
Compacted Yardage Rate <sup>7</sup>	\$26.35	\$1.58	\$27.93				

<sup>&</sup>lt;sup>6</sup>Pickup, dumping, and replacing the specified capacity Drop Box - single service

<sup>&</sup>lt;sup>5</sup>Dumping and replacing the specified capacity Cart the designated frequency per week; monthly charge per cart/bin

<sup>&</sup>lt;sup>7</sup>Used for unlisted compactor sizes only

<sup>&</sup>lt;sup>8</sup>Rates listed are for Garbage or approved recyclable materials, however recycling is not required to be serviced weekly

Ancillary Services and Fees							
Service	Current Rate	CPI Adjustment	New Rate				
Roll Off							
Trip Charge	\$100.62	\$6.04	\$106.66				
Container Liner	\$19.23	\$1.15	\$20.38				
Demurrage/Inactivity	\$37.26	\$2.24	\$39.50				
Container Cleaning-Rinse	\$31.77	\$1.91	\$33.68				
Container Steam Cleaning	\$177.70	\$10.66	\$188.36				
Safety Cone Replacement	\$23.31	\$1.40	\$24.71				
Container Relocation	\$100.62	\$6.04	\$106.66				
Dig Out charge	\$100.62	\$6.04	\$106.66				
Commercial							
Cart Overage / Closed Lid Charge <sup>9</sup>	\$6.01	\$0.36	\$6.37				
Bin Overage / Closed Lid Charge <sup>9</sup>	\$100.62	\$6.04	\$106.66				
New Customer Account Activation Charge <sup>10</sup>	\$70.75	\$4.25	\$75.00				
Re-activation fee	\$53.66	\$3.22	\$56.88				
Enclosure/lock fee	\$10.06	\$0.60	\$10.66				
Locking container	\$23.47	\$1.41	\$24.88				
Container Swap	\$100.62	\$6.04	\$106.66				
Will Service letter	\$114.06	\$6.84	\$120.90				
64 gallon Food Waste Cart (disposal within 15 mile radius of city)	\$52.25	\$3.14	\$55.39				
64 gallon Food Waste Cart (disposal outside 15 mile radius of city)	\$67.65	\$4.06	\$71.71				
3 yard Food Waste Bin (disposal within 15 mile radius of city)	\$204.62	\$12.28	\$216.90				
3 yard Food Waste Bin (disposal outside 15 mile radius of city)	\$264.68	\$15.88	\$280.56				

<sup>&</sup>lt;sup>9</sup>One-time charge applied to account with photographic documentation demonstrating one or more of the following overage conditions: 1) an overloaded container, 2) lid closed with debris on top of lid or outside container, 3) lid prevented from closing completely

<sup>&</sup>lt;sup>10</sup>New customer activation charge includes bin delivery

### **City of Reno Price Adjustment** New Rates Effective 4/1/2024



#### **Consumer Price Index - All Urban Consumers**

Series Id: CUUR0000SEHG02

Not Seasonally Adjusted U.S. city average Area:

Garbage and trash collection Item: Base Period: DECEMBER 1983=100

CPI Calculations					
2022 Annual Price Index	549.334				
2023 Annual Price Index	589.344				
Point Difference	40.010				
Rate Change %	7.28%				
0% Floor, 6% Cap	6.00%				
CPI Increase	6.00%				

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2022	533.078	538.313	540.719	542.564	544.546	547.554	548.187	548.706	558.254	561.09	563.816	565.185	549.334
2023	570.412	575.697	576.773	580.124	587.431	589.812	596.167	597.347	596.997	597.569	601.631	602.164	589.344
2024	606.773												



### City of Reno Disposal Agreement Rate Adjustment Effective 4/1/2024

Adj. %	
7.28%	

	Current	Change	New Rate
Host Fee Per Cubic Yard*	\$0.56	\$0.04	\$0.60
Hauler Rate - Compacted Yards **	\$15.44	\$1.12	\$16.56
Hauler Rate - Unompacted Yards**	\$12.05	\$0.88	\$12.93
Approved Recyclables Per Ton**	\$58.53	\$4.26	\$62.79

<sup>\*</sup>per section 3.6 of Disposal Agreement

<sup>\*\*</sup>per section 5.2 of Disposal Agreement