

CITY OF NEWPORT

RESOLUTION NO. 3898

**APPROVING A RATE STRUCTURE FOR
THOMPSON'S SANITARY SERVICE, INC.
FOR SOLID WASTE, RECYCLING, AND COMPOSTING
AND REPEALING RESOLUTION NO. 3804 IN ITS ENTIRETY**

Whereas, the City of Newport and Thompson's Sanitary Service, Inc. (Franchisee) entered into a solid waste franchise agreement in May of 2007; and

Whereas, Section 12(1)(a) of the May 2007 agreement states that the Franchisee shall charge and collect those rates adopted by the City Council by resolution each year; and

Whereas, Section 12(1)(f) of the May 2007 agreement states that on or before the first day of April of each year, the Franchisee will submit to the City an annual report of operations prepared by the franchisee's certified public accountant, and included in that report the expected operating ratio for the current fiscal year; and

Whereas, Section 12(1)(g)(1) of the May 2007 agreement states that commencing on June 1 of each even numbered year (the adjustment date) throughout the term of the franchise, the rates shall be adjusted in an amount equal to 85 percent of the two-year percentage change in the Consumer Price Index for all Urban Consumers for West B/C, All Items (1982-84=100) published by the Bureau of Labor Statistics (the index) that occurred between the months of May and April of the previous and the current years; and

Whereas, for the time period between the months of May and April of the previous and the current year, 85% of the index (CPI) equals 3.57%. Due to the COVID-19 pandemic, this CPI increase will be deferred, by Thompson's Sanitary Service, Inc., until later in the fiscal year. Thirty days' notice will be provided to customers, by Thompson's Sanitary Service, Inc., prior to implementation of this increase; and

Whereas, Section 12(1)(h) of the May 2007 agreement states that if the report described in Section 12(1)(f) indicates that the operating ratio for the next succeeding 12-month period will be less than 85 percent or greater than 91 percent, then a rate review will automatically be implemented in accordance with this section; and

Whereas, the City has reviewed Thompson's Sanitary Service, Inc. annual report for 2019 and the operating ratio is likely to be, with the CPI adjustment, 85.83%; and

Whereas, Thompson's Sanitary Service, Inc. is requesting a 3.57% CPI increase as shown in Attachment A to this resolution; and

Whereas, in addition to the CPI adjustment, there are two specific rate adjustments to the rate schedule. These are for medical waste services and junk removal services.

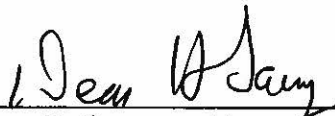
The City of Newport resolves as follows:

Section 1. The City Council authorizes a two-year CPI adjustment of 3.57% for solid waste, recycling, and composting rates effective July 1, 2020, and authorizes adjustments

to the rates for medical waste services and junk removal services, in accordance with Attachment A to this resolution.

Section 2. Resolution No. 3804 adopted by the City Council on May 21, 2018 is repealed in its entirety.

Adopted by the Newport City Council on August 3, 2020.



Dean H. Sawyer, Mayor

ATTEST:



Margaret M. Hawker, City Recorder



THOMPSON'S
SANITARY SERVICE
Guiding Sustainable Choices

ATTACHMENT A

City of Newport - Proposed Rate Schedule

Effective Late 2020

		Adjustment			
	Current Rate	3.57%	Calculated New Rate	Proposed (Rounded to nearest \$0.05)	Per
RESIDENTIAL SERVICE					
24 Gallon Weekly	\$ 32.45	\$ 1.16	\$ 33.61	\$ 33.60	Month
24 - No CMP weekly	\$ 24.15	\$ 0.86	\$ 25.01	\$ 25.00	Month
35 Gallon Weekly	\$ 34.05	\$ 1.22	\$ 35.27	\$ 35.25	Month
35 Monthly	\$ 29.35	\$ 1.05	\$ 30.40	\$ 30.40	Month
65 Gallon Weekly	\$ 59.15	\$ 2.11	\$ 61.26	\$ 61.25	Month
65 Gallon Monthly	\$ 49.05	\$ 1.75	\$ 50.80	\$ 50.80	Month
95 Gallon Weekly	\$ 75.55	\$ 2.70	\$ 78.25	\$ 78.25	Month
COMMERCIAL					
35 Gallon Weekly	\$ 26.95	\$ 0.96	\$ 27.91	\$ 27.90	Month
65 Gallon Weekly	\$ 52.60	\$ 1.88	\$ 54.48	\$ 54.50	Month
96 Gallon Weekly	\$ 74.50	\$ 2.66	\$ 77.16	\$ 77.15	Month
200 Gallon Tub weekly	\$ 145.40	\$ 5.19	\$ 150.59	\$ 150.60	Month
Extra pickup	\$ 36.55	\$ 1.30	\$ 37.85	\$ 37.85	Each
300 Gallon tub Weekly	\$ 205.10	\$ 7.32	\$ 212.42	\$ 212.40	Month
Extra pickup	\$ 51.20	\$ 1.83	\$ 53.03	\$ 53.05	Each
450 Gallon Weekly	\$ 302.95	\$ 10.82	\$ 313.77	\$ 313.75	Month
Special pick up (15 minute Min)	\$ 30.40	\$ 1.09	\$ 31.49	\$ 31.50	Minute
Temporary Containers					
200 Gallon Tub	\$ 54.85	\$ 1.96	\$ 56.81	\$ 56.80	Each
300 Gallon Tub	\$ 82.45	\$ 2.94	\$ 85.39	\$ 85.40	Each
Rent	\$ 5.45	\$ 0.19	\$ 5.64	\$ 5.65	Day
Additional Services					
Lid Up	\$ 3.05	\$ 0.11	\$ 3.16	\$ 3.15	Each
Extra Trash/Relocate	\$ 6.25	\$ 0.22	\$ 6.47	\$ 6.45	Each
Valet	\$ 12.55	\$ 0.45	\$ 13.00	\$ 13.00	Month
Enhanced	\$ 2.60	\$ 0.09	\$ 2.69	\$ 2.70	Minute
Trash In Recycling	\$ 18.55	\$ 0.66	\$ 19.21	\$ 19.20	Each
Return For Service	\$ 7.65	\$ 0.27	\$ 7.92	\$ 7.90	Each
Storage Units/per mont + haul Charges	\$ 276.65	\$ 9.88	\$ 286.53	\$ 286.55	month
Truck time with one driver	\$ 100.20	\$ 3.58	\$ 103.78	\$ 103.80	hour
Drop Box Services					
Weight	\$ 111.60	\$ 3.98	\$ 115.58	\$ 115.60	per ton
Haul	\$ 147.30	\$ 5.26	\$ 152.56	\$ 152.55	each
Compactors	\$ 183.00	\$ 6.53	\$ 189.53	\$ 189.55	each
2 ended compactor	\$ 275.40	\$ 9.83	\$ 285.23	\$ 285.25	each
Rent (after 7 days w/o dump)	\$ 36.40	\$ 1.30	\$ 37.70	\$ 37.70	per day
Relocate Box / Blocked box	\$ 147.30	\$ 5.26	\$ 152.56	\$ 152.55	each
* Asbestos Disposal (5 ton min)	\$ 136.00	\$ 4.86	\$ 140.86	\$ 140.85	per ton
Medical Waste Services					
35 Gallon Box	\$ 67.45	\$ 2.41	\$ 69.86	\$ 69.85	each
Quart Sharps Container	\$ 20.75	\$ 0.74	\$ 21.49	\$ 21.50	each
Gallon Sharps Container	\$ 39.00	\$ 1.39	\$ 40.39	\$ 40.40	each
Junk Removal Services					
Labor to pick up	\$ 34.10	\$ 1.22	\$ 35.32	\$ 35.30	per 15 minutes
Disposal (up to 450 lbs)	\$ 29.00	\$ 1.04	\$ 30.04	\$ 30.05	each
Disposal (Over 450 lbs)	\$ 0.65	\$ 0.02	\$ 0.67	\$ 0.65	per pound



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