

Submitted by: Chairman of Assembly at
the Request of the Mayor
Prepared by: Solid Waste Services
For reading: January 25, 2005

CLERK'S OFFICE

APPROVED

Date: 2/15/05

ANCHORAGE, ALASKA

AO NO. 2005-13

AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION 26.70.040 TO INCREASE RATES FOR COMMERCIAL REFUSE COLLECTIONS SERVICE AND AMENDING SECTION 26.80.050 TO INCREASE THE SPECIAL HANDLING FEE AND REVISE THE UNSECURED LOAD FEE.

THE ANCHORAGE ASSEMBLY ORDAINS:

Section 1. Anchorage Municipal Code subsection 26.70.040C.2., Container Schedule, Schedules 1 through 4, is amended to read as follows (*the remainder of the section is not affected, and therefore not set out*):

26.70.040 Service requests, rates and billing.

*** *** ***

C. Rates, fees and charges. Notwithstanding Section 26.10.035, the following rates, fees and charges shall be assessed for municipal solid waste collection:

*** *** ***

2. Container service. The following rates apply to the collection of solid waste from containers having a capacity of from one to eight cubic yards that may be emptied mechanically by a refuse collection vehicle:

CONTAINER SCHEDULE

Schedule 1—Containers with Loose Refuse With One Operator

Size	1 Time per Week	2 Times per Week	3 Times per Week	4 Times per Week	5 Times per Week	6 Times per Week	Twice Daily
1 1/4 cubic yards	\$54.05 [48.65]	\$108.00 [97.25]	\$162.05 [145.90]	\$216.15 [194.55]	\$270.20 [243.20]	\$324.25 [291.85]	\$648.45 [583.70]
2 cubic yards	59.95 [54.00]	119.95 [108.00]	179.95 [162.00]	239.95 [216.00]	299.95 [270.00]	359.95 [324.00]	719.90 [648.00]
3 cubic yards	64.45 [58.05]	129.00 [116.15]	193.50 [174.20]	258.05 [232.30]	322.55 [290.35]	387.10 [348.45]	774.25 [696.90]
4 cubic yards	81.95 [73.80]	164.00 [147.65]	246.00 [221.45]	328.05 [295.30]	410.00 [369.15]	492.10 [442.95]	984.25 [885.95]
6 cubic yards	105.45 [94.95]	209.90 [188.95]	314.85 283.40]	419.75 [377.85]	524.75 [472.35]	629.70 [566.80]	1,259.45 [1,133.65]
8 cubic yards	127.80 [115.05]	255.70 [230.15]	383.45 [345.15]	511.25 [460.20]	639.10 [575.25]	766.95 [690.35]	1,533.90 [1,380.65]

Note: Containers 4, 6, and 8 cubic yards limited to household and light commercial wastes.

Schedule 2—Containers with Compacted Refuse With One Operator

Size	1 Time per Week	2 Times per Week	3 Times per Week	4 Times per Week	5 Times per Week	6 Times per Week	Twice Daily
2 cubic yards	\$61.30 [55.20]	\$122.65 [110.40]	\$183.95 [165.60]	\$245.30 [220.80]	\$306.60 [276.00]	\$367.95 [331.20]	\$735.90 [662.40]
3 cubic yards	81.45 [73.35]	162.95 [146.70]	244.50 [220.10]	326.00 [293.45]	407.55 [366.85]	489.05 [440.20]	978.00 [880.40]
4 cubic yards	104.30 [93.90]	208.65 [187.80]	312.95 [281.70]	417.25 [375.60]	521.60 [469.50]	625.90 [563.40]	1,251.85 [1,126.80]

Schedule 3—Containers with Loose Refuse and Two Person Crew

Size	1 Time per Week	2 Times per Week	3 Times per Week	4 Times per Week	5 Times per Week	6 Times per Week	Twice Daily
2 cubic yards	\$122.25 [110.05]	\$244.50 [220.10]	\$366.80 [330.15]	\$489.05 [440.20]	\$611.30 [550.25]	\$733.55 [660.30]	\$1,467.20 [1,320.65]
3 cubic yards	159.40 [143.50]	318.85 [287.00]	478.25 [430.50]	637.70 [574.00]	797.10 [717.50]	956.55 [861.00]	1,913.10 [1,722.00]
4 cubic yards	197.45 [177.75]	395.00 [355.55]	592.55 [533.35]	790.05 [711.15]	987.60 [888.95]	1,185.00 [1,066.70]	2,370.25 [2,133.45]
6 cubic yards	314.30 [282.90]	628.60 [565.80]	942.90 [848.70]	1,257.20 [1,131.60]	1,571.50 [1,414.50]	1,885.80 [1,697.40]	3,771.60 [3,394.80]

Schedule 4-Container with Compacted Refuse and Two Person Crew

Size	1 Time per Week	2 Times per Week	3 Times per Week	4 Times per Week	5 Times per Week	6 Times per Week	Twice Daily
2 cubic yards	\$132.30 [119.10]	\$264.70 [238.25]	\$397.05 [357.40]	\$529.45 [476.55]	\$661.80 [595.70]	\$794.10 [714.80]	\$1,588.30 [1,429.65]
4 cubic yards	218.70 [196.85]	437.45 [393.75]	656.15 [590.60]	874.90 [787.50]	1,093.65 [984.40]	1,312.35 [1,181.25]	2,624.75 [2,362.55]
6 cubic yards	345.95 [311.40]	691.90 [622.80]	1,037.95 [934.25]	1,383.90 [1,245.65]	1,729.90 [1,557.10]	2,075.90 [1,868.50]	4,151.80 [3,737.00]

*** *** ***

(CAC 11.12.030; AO No. 77-349; AO No. 78-119; AO No. 81-80; AO No. 82-225; AO No. 83-221; AO No. 85-202, 1-1-86; AO No. 86-203, 1-9-87; AO No. 88-170, 1-1-89; AO No. 89-51(S-3); AO No. 90-72; AO No. 2000-79, § 1, 5-16-00; AO No. 2004-80, § 1, 7-1-04)

Section 2. Anchorage Municipal Code section 26.80.050 is amended to read as follows (*the remainder of the section is not affected, and therefore not set out*):

26.80.050 Charges.

A. Fee schedule for secured loads. The following solid waste disposal user charges shall apply to secured loads:

1 *** *** ***

2 9. For all items that require special handling by solid waste disposal
3 personnel when they are received at all disposal sites
4 [ANCHORAGE REGIONAL LANDFILL], the user shall be charged
5 \$140.00 [80.00] per hour. This charge will be in addition to the
6 charges stated in subsections A.4. and A.5. of this section and will
7 be charged in one-half hour increments. Special handling will
8 include but not be limited to items such as large animals, asbestos,
9 drugs and tobacco, and confidential documents.

10
11 B. Fee schedule for unsecured loads.

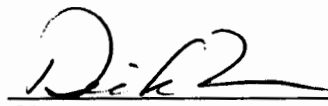
12
13 1. Unsecured loads transported by cars, pickups or trailers eight feet or
14 less in length shall be charged \$10.00 more than the secured load
15 charge described in subsection A. of this section. As a convenience,
16 [OR IN THE ALTERNATIVE] the customer may purchase a \$7.00
17 [5.00] tarp sold by the solid waste disposal utility for future use.

18 *** *** ***

19
20 (AO No. 82-224; AO No. 83-196; AO No. 83-221; AO No. 85-9; AO No. 86-203, 1-
21 9-87; AO No. 87-19, 4-1-87; AO No. 89-2; AO No. 93-96(S), § 1, 5-11-93; AO No.
22 96-18(S), § 1, 4-9-96; AO No. 96-100, § 1, 1-1-96; AO No. 99-107, § 1, 8-10-99;
23 AO No. 2003-76, § 1, 5-13-03)

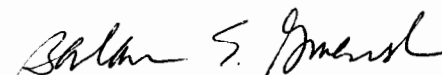
24
25 **Section 3.** This Ordinance shall be effective on March 1, 2005.

26
27 PASSED AND APPROVED by the Anchorage Assembly this 15th day of
28 February, 2005.



Chair

ATTEST:



Municipal Clerk

**SOLID WASTE SERVICES
DISPOSAL UTILITY**

SPECIAL HANDLING COSTS:

Location	Description	Hourly Cost (\$)
CTS	<u>Cherry Picker</u>	
	Equip. Maint. Cost	29.07
	Operator Cost	28.17
	Equipment Depreciation	12.67
	Cherry Picker Total Cost/hour	<u>69.91</u>
	<u>Loader</u>	
	Equip. Maint. Cost	22.73
	Operator Cost	28.17
	Equipment Depreciation	18.34
	Loader Total Cost/hour	<u>69.24</u>
Total CTS Special Handling Cost/Hour	<u><u>139.15</u></u>	
ARL	<u>Dozer</u>	
	Equip. Maint. Cost	24.75
	Operator Cost	28.17
	Equipment Depreciation	31.00
	Dozer Total Cost/hour	<u>83.92</u>
	<u>Compactor</u>	
	Equip. Maint. Cost	41.72
	Operator Cost	28.17
	Equipment Depreciation	59.26
	Compactor Total Cost/hour	<u>129.15</u>
Total ARL Special Handling Cost/Hour	<u><u>213.07</u></u>	

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects -- Utilities

AO Number: 2005-13

AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION
 Title: 26.70.040 TO INCREASE RATES FOR COMMERCIAL REFUSE
 COLLECTIONS SERVICE AND AMENDING SECTION 26.80.050 TO
 INCREASE THE SPECIAL HANDLING FEE AND REVISE THE
 UNSECURED LOAD FEE.

Sponsor:
 Preparing Agency: SWS
 Others Impacted:

CHANGES IN REVENUES AND EXPENSES:						(In Thousands of Dollars)				
	FY05	FY06	FY07	FY08	FY09					
Operating Revenues:										
	\$ 408	\$ 415	\$ 424	\$ 435	\$ 447					
TOTAL OPERATING REVENUES	\$ 408	\$ 415	\$ 424	\$ 435	\$ 447					
Operating Expenses:										
	\$ -	\$ -	\$ -	\$ -	\$ -					
TOTAL OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -					
Non-Operating Revenues:										
	\$ -	\$ -	\$ -	\$ -	\$ -					
TOTAL NON-OPERATING REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -					
Non-Operating Expenses:										
	\$ -	\$ -	\$ -	\$ -	\$ -					
TOTAL NON-OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -					
NET INCOME (REGULATED)	\$ 408	\$ 415	\$ 424	\$ 435	\$ 447					
POSITIONS: FT/PT and Temp	0	0	0	0	0					

PUBLIC SECTOR ECONOMIC EFFECTS:

The Changes in Revenues and Expenses are based on FY 2004 Projections.

Public sector customers of SWS RCU will pay a 11.1% increase in monthly basic commercial rates (\$64.50) effective March 1, 2005.

The commercial rate increase of 15% (\$7.55) took effect on July 1, 2004. FY05-FY09 assumes an additional rate increase of 11.1% (\$6.45) for commercial rates. The additional rate increase is calculated on the current \$58.05 (current monthly rate for 1/week service for a 3 cubic yard container).

The increased rates are comparable to or less than rates in areas surrounding RCU's service area.

PRIVATE SECTOR ECONOMIC EFFECTS:

The Changes in Revenues and Expenses are based on FY 2004 Projections.

Private sector customers of SWS RCU will pay a 11.1% increase in monthly basic commercial rates (\$64.50) effective March 1, 2005.

The commercial rate increase of 15% (\$7.55) took effect on July 1, 2004. FY05-FY09 assumes an additional rate increase of 11.1% (\$6.45) for commercial rates. The additional rate increase is calculated on current \$58.05 (current monthly rate for 1/week service).

The increased rates are comparable to or less than rates in areas surrounding RCU's service area.

Prepared by: Mari Johnston, Finance Manager

Telephone: 343-6270

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 48-2005

Meeting Date: January 25, 2005

1 **From: Mayor**

2
3 **Subject: AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE**
4 **SECTION 26.70.040 TO INCREASE RATES FOR COMMERCIAL**
5 **REFUSE COLLECTIONS SERVICE AND AMENDING SECTION**
6 **26.80.050 TO INCREASE THE SPECIAL HANDLING FEE AND REVISE**
7 **THE UNSECURED LOAD FEE.**

8
9 **REFUSE COLLECTION UTILITY (RCU), COMMERCIAL RATE INCREASE**

10
11 This ordinance increases commercial refuse collection rates by 11.1%. A commercial
12 rate increase of 28% was requested in 2004, but the administration elected to request the
13 commercial rate increase in two parts, 15% in 2004 and the remainder in 2005. In 2004,
14 a 15% commercial rate increase was approved by the administration and forwarded to
15 the assembly, and became effective July 1, 2004.

16
17 Assembly Memorandum AM 330-2004 identified the need for the additional commercial
18 rate increase in 2005. The Summary of Economic Effects that accompanied AM 330-
19 2004 showed the additional revenue for years 2005 forward. The 2005 budget includes
20 revenue anticipated from this additional 11.1 % rate increase.

21
22 The proposed commercial rate increase of 11.1% for commercial collection service will
23 result in \$408,000 increased revenue per year. This additional revenue is shown in the
24 attached Summary of Economic Effects for years 2005 forward. Taken together, these
25 new rates provide service comparable or less in cost to that available in areas adjoining
26 the Solid Waste service area.

27
28 The rate increase is necessary due to an increase in operating expenses and funding for
29 Refuse Collection Capital Improvements and a decrease in non-operating revenues.
30 Increased rate revenue is the most prudent funding source for maintaining RCU's
31 financial soundness, but it must be balanced with keeping rates and rate increases
32 reasonable. Prior to the increase in July of this year, the utility had not increased its rates
33 since 1990. The RCU has both residential and commercial collection services; RCU lost
34 \$15,500 in 2003 and projects a loss of \$178,620 for 2004.

Content Information

Content ID : 002525

AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION 26.70.040 TO INCREASE RATES FOR COMMERCIAL

Title: REFUSE COLLECTIONS SERVICE AND AMENDING SECTION 26.80.050 TO INCREASE THE SPECIAL HANDLING FEE AND REVISE THE UNSECURED LOAD FEE.

Author: katkusja

Initiating Dept: SWS

Description: INCREASE RATED FOR COMMERCIAL REFUSE COLLECTIONS

Date Prepared: 1/18/05 12:22 PM

Director Name: Robert L. Hall

Assembly

Meeting Date 1/25/05

MM/DD/YY:

Public Hearing
Date MM/DD/YY: 3/1/05 2/15/05

2005 JAN 21 PM 12:04
 CLERK'S OFFICE

Workflow History

<u>Workflow Name</u>	<u>Action Date</u>	<u>Action</u>	<u>User</u>	<u>Security Group</u>	<u>Content ID</u>
AllOrdinanceWorkflow	1/18/05 12:32 PM	Checkin	kilsonpa	Public	002525
SWS_SubWorkflow	1/18/05 12:34 PM	Approve	hallrl	Public	002525
AllOrdinanceWorkflow	1/18/05 12:44 PM	Reject	lohrra	Public	002525
AllOrdinanceWorkflow	1/18/05 1:00 PM	Checkin	kilsonpa	Public	002525
SWS_SubWorkflow	1/18/05 1:06 PM	Approve	hallrl	Public	002525
OMB_SubWorkflow	1/18/05 1:08 PM	Approve	lohrra	Public	002525
Legal_SubWorkflow	1/18/05 2:05 PM	Approve	fehlenrl	Public	002525
MuniManager_SubWorkflow	1/20/05 3:41 PM	Checkin	katkusja	Public	002525
MuniManager_SubWorkflow	1/21/05 10:04 AM	Approve	leblancdc	Public	002525
MuniMgrCoord_SubWorkflow	1/21/05 11:53 AM	Approve	abbottmk	Public	002525