

Base Year Rate Application

Summary

Rate Change

1.	Percent Rate Change Requested (City of South Lake Tahoe and Douglas County)	11.79%
	Percent Rate Change Requested (El Dorado County)	8.82%

Residential Rate Schedule

	Rate Schedule (per customer, per month)		Current Rate	Rate Adjustment	New Rate
2.	City of South Lake Tahoe				
	2.1. Unlimited service	Note 1	\$ 30.66	\$ 3.61	\$ 34.27
	2.2. Mandated pickup per 32-gallon can/bag		6.55	0.77	7.32
	2.3. Mandated pickup per cubic yard		43.83	5.17	49.00
	2.4. Qualified senior rate	Note 1	22.20	2.62	24.82
	2.5. House service - 1 can	Note 1	35.12	4.14	39.26
	2.6. House service - 2 cans	Note 1	39.59	4.67	44.26
	2.7. House service - 3 cans	Note 1	44.04	5.19	49.23
	2.8. Residential - All other services		-	-	-
3.	Douglas County				
	3.1. 1, 32-gallon can		\$ 20.07	\$ 2.37	\$ 22.44
	3.2. 2, 32-gallon cans		38.62	4.55	43.17
	3.3. 3, 32-gallon cans		58.89	6.94	65.83
	3.4. 4, 32-gallon cans		77.47	9.13	86.60
	3.5. One extra 32-gallon can (also the seasonal service rate)		5.03	0.59	5.62
	3.6. On-call 32-gallon can billed monthly/arrears		n/a	n/a	-
	3.7. Per cubic yard		32.41	3.82	36.23
	3.8. 1, 45-gallon can		24.33	2.87	27.20
	3.9. 2, 45-gallon cans		46.77	5.51	52.28
	3.10. 3, 45-gallon cans		71.27	8.40	79.67
	3.11. One extra 45-gallon can (also the seasonal service rate)		6.13	0.72	6.85
	3.12. On-call 45-gallon can billed monthly/arrears		n/a	n/a	-
	3.13. Residential - All other services		109.28	12.88	122.16
4.	El Dorado County				
	4.1. Unlimited service		\$ 35.39	\$ 3.12	\$ 38.51
	4.2. Mandated pickup per 32-gallon can/bag		7.41	0.65	8.06
	4.3. Mandated pickup per cubic yard		42.43	3.74	46.17
	4.4. Qualified senior rate		26.58	2.34	28.92
	4.5. House service per can		4.48	0.39	4.87
	4.6. Residential - All other services (Area B - formerly ARD)		19.26	1.70	20.96

Certification

To the best of my knowledge, the data and information in this application is complete, accurate, and consistent with the instructions provided by the South Lake Tahoe Basin Waste Management Authority.

Name: Jeffery R. Tillman

Title: President

Signature: 

Date: 7/10/2020

Note 1: Rate does not include City surcharges: street sweeping (\$0.25), nuisance abatement (\$0.25) and clean community surcharge (\$0.40).

Fiscal Year: 2021

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See summaries of significant assumptions and accounting policies and accompanying independent accountants' report

Base Year Rate Application

Financial Information for All Three Jurisdictions

	Actual Audited Prior Year All Three Jurisdictions Ended 6/30/19	Estimated Current Year All Three Jurisdictions Ending 6/30/2020	Projected Base Year City of SLT and Douglas County Ending 6/30/2021	El Dorado County Ending 6/30/2021
	Section I--Allowable Operating Costs			
5. Direct Labor	\$ 7,511,578	\$ 7,924,995	\$ 6,620,078	\$ 1,712,560
6. Equipment Costs and Facility Costs	1,668,980	1,542,462	1,151,048	297,767
7. Landfill Disposal Costs	1,479,716	1,659,245	1,203,970	311,457
8. Office Salaries	1,181,325	1,235,185	946,353	244,814
9. General and Administrative Costs	4,072,750	4,336,065	3,211,873	827,592
10. MRF Principal and Interest Payments (El Dorado County)	6,702	6,042	0	5,923
11. RRF Principal and Interest Payments (El Dorado County)	195,691	174,101	0	170,754
Other Interest Expenses	16,062	16,794	0	14,077
12. Total Allowable Operating Costs	\$ 16,132,804	\$ 16,894,889	\$ 13,133,322	\$ 3,584,944

Section II--Allowable Operating Profit				
13. Operating Ratio	87.00%	87.00%	87.00%	89.00%
14. Allowable Operating Profit	\$ 2,410,649	\$ 2,524,524	\$ 1,962,450	\$ 443,083

Section III--Pass Through Costs without Franchise Fees				
15. MRF Principal Payments (City and Douglas)	\$20,662	\$20,662	\$20,662	\$0
16. RRF Principal Payments (City and Douglas)	579,133	579,133	579,133	0
17. MRF and RRF Interest Expenses (City and Douglas)	182,695	96,671	83,269	0
Other Interest Expenses	62,100	64,927	54,425	0
18. RRF Fund Credit	0	0	0	0
19. Recycling Revenue Bonus	404,860	224,103	208,207	13,216
20. Total Pass Through Costs	\$1,249,450	\$985,496	\$945,696	\$13,216

Section IV--Revenue Requirement without Franchise Fees				
21. Total Allowable Operating Costs (Line 12) plus Allowable Operating Profit (Line 14) plus Total Pass Through Costs (Line 20)	\$ 19,792,903	\$ 20,404,909	\$ 16,041,468	\$ 4,041,243

Section V--Revenues without Rate Change in Base Year				
	Current Rate/Month	Months	Projected Accounts	Total
City of South Lake Tahoe				
22. Unlimited service	\$ 30.66	12	14,325	\$ 5,270,454
23. Mandated pickup per 32-gallon can/bag	6.55	12	0	0
24. Mandated pickup per cubic yard	43.83	12	0	0
25. Qualified senior rate	22.20	12	107	28,505
26. House service - 1 can	35.12	12	6	2,529
27. House service - 2 cans	39.59	12	0	0
28. House service - 3 cans	44.04	12	0	0
29. Residential - All other services	-	12	0	0
Douglas County				
30. 1, 32-gallon can	\$ 20.07	12	1,443	\$ 347,532
31. 2, 32-gallon cans	38.62	12	301	139,495
32. 3, 32-gallon cans	58.89	12	23	16,254
33. 4, 32-gallon cans	77.47	12	2	1,859
34. One extra 32-gallon can (also the seasonal service rate)	5.03	12	0	0
35. On-call 32-gallon can billed monthly/arrears	n/a	12	0	0
36. Per cubic yard	32.41	12	0	0
37. 1, 45-gallon can	24.33	12	377	110,069
38. 2, 45-gallon cans	46.77	12	67	37,603
39. 3, 45-gallon cans	71.27	12	2	1,710
40. One extra 45-gallon can (also the seasonal service rate)	6.13	12	0	0
41. On-call 45-gallon can billed monthly/arrears	n/a	12	0	0
42. Residential - All other services	109.28	12	5	6,557
El Dorado County				
43. Unlimited service	\$ 35.39	12	6,446	\$ 2,737,487
44. Mandated pickup per 32-gallon can/bag	7.41	12	0	0
45. Mandated pickup per cubic yard	42.43	12	0	0
46. Qualified senior rate	26.58	12	75	23,922
47. House service per can	4.48	12	1	54
48. Residential - All other services (Area B - formerly ARD)	19.26	12	151	34,899
Summary				
49. Residential Revenues Subtotal				\$ 5,982,567
50. Less: Allowance for Uncollectible Residential Accounts				(1,394)
51. Total Residential Revenues (without Rate Change in Base Year)				\$ 8,171,458
52. Commercial Revenues				\$ 6,146,937
53. Less: Allowance for Uncollectible Commercial Accounts				(18,717)
54. Total Commercial Revenues (without Rate Change in Base Year)				\$ 6,919,906
55. Transfer Station and RRF Revenues (AND FORESTRY, FED. STATE CONTRACTS)				2,500,225
56. Recycled Material Sales				1,481,512
57. Total Revenues (Lines 51 + 54 + 55 + 56)				\$ 19,073,101

Section VI--Net Shortfall (Surplus)				
58. Net Shortfall (Surplus) without Franchise Fees (Line 21 - Line 57)	\$ 719,802	\$ 1,452,317	\$ 1,021,165	\$ 168,001
59. Residential and Commercial Franchise Fees	\$ 793,851	\$ 802,835	\$ 642,422	\$ 159,913
60. Net Shortfall (Surplus) with Franchise Fees (Lines 58 + 59)	\$ 1,513,653	\$ 2,255,152	\$ 1,663,587	\$ 327,914

Section VII--Percent Change in Rates				
61. Total Residential, Commercial, Transfer Station, and RRF Revenues Prior to Rate Change (Line 51 + 54 + 55)			\$ 14,112,809	\$ 3,719,791
62. Percent Change in Existing Residential/Commercial/Transfer Station/RRF Rates (Line 60 + Line 61)			11.79%	8.82%

Base Year Rate Application

Operating Information

	Prior Year Audited Information All Three Jurisdictions	Current Year Estimated Information All Three Jurisdictions	Percent Change	Base Year Projected Information City of SLT and Douglas County El Dorado County		Percent Change
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Section VIII--Operating Data

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63. Residential Accounts	19,207	19,338	0.68%	12,823	6,647	0.68%
64. Multi-family Accounts	3,547	3,580	0.93%	3,587	26	0.92%
65. Commercial Accounts	974	955	-1.95%	827	128	0.00%
66. Total Accounts	23,728	23,873	0.61%	17,237	6,801	0.69%
67. Residential Refuse Tons	23,840	23,683	-0.66%	15,720	5,264	-11.40%
68. Residential Recycling Tons	38,424	38,120	-0.79%	25,303	8,473	-11.40%
69. Residential Yard Waste Tons	5,378	5,078	-5.58%	3,371	1,129	-11.38%
70. Commercial Refuse Tons	27,254	30,027	10.17%	23,047	3,770	-10.69%
71. Commercial Recycling Tons	43,925	48,332	10.03%	37,097	6,069	-10.69%
Commercial Yard Waste Tons	6,148	6,439	4.73%	4,942	808	-10.70%
72. "Free" Drop Boxes Provided (Monthly)	16	16	0.00%	15	1	0.00%
73. "Free" Bins Provided	26	26	0.00%	25	1	0.00%

Section IX--Change in Commercial Rates

74. 2 Yard Bin--Once per Week			%			%
75. 3 Yard Bin--Once per Week			%			%
76. 4 Yard Bin--Once per Week			%			%
77. 5 Yard Bin--Once per Week			%			%
78. 6 Yard Bin--Once per Week			%			%
City - per cubic yard	34.43	35.44	2.93%	39.62	0.00	11.79%
Douglas - per cubic yard	28.64	29.46	2.86%	32.93	0.00	11.79%
El Dorado - per cubic yard	41.22	42.43	2.94%	0.00	46.17	8.82%
City - compacted per cubic yard	48.31	49.73	2.94%	55.59	0.00	11.79%
Douglas - compacted per cubic yard	37.01	38.07	2.86%	42.56	0.00	11.79%
El Dorado - compacted per cubic yard	55.19	56.81	2.94%	0.00	61.82	8.82%
City - per 32 gal can/bag	4.74	4.88	2.95%	5.46	0.00	11.79%
Douglas - per 32 gal can/bag	4.49	4.62	2.90%	5.16	0.00	11.79%
El Dorado - per 32 gal can/bag	7.20	7.41	2.92%	0.00	8.06	8.82%

(1) Amounts are based on management's estimate.