

**INTERIM YEAR RATE CHANGE WORKSHEET**

**Financial Information**

**South Tahoe Refuse, Inc.**

**2014**

**Section I: Base Year Costs**

**Base Year Operating Costs (Other than Landfill Disposal)**

1		Total Allowable Operating Costs	\$2,495,488	
2	plus	Allowable Operating Profit	\$308,431	
3	plus:	Total Pass Through Costs	\$21,472	
4	Minus:	Landfill Disposal Costs	\$193,287	
5	equals:	Total Operating Costs(other than Landfill Disposal)	\$2,632,104.00	93.16% Ln 5/Ln 7

**Base Year Landfill Disposal Costs**

6		Total Landfill Disposal Costs	\$193,287	6.84% Ln 6/Ln 7
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**7 Base Year Revenue Requirement**

\$2,825,391.00	100.00%
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**Section II: Changes in Costs**

**Change in Operating Costs (Other than Landfill Disposal)**

8		Projected Change in Consumer Price Index	2.98%
9		Projected 85 Percent Change in Consumer Price Index	2.53%

**Change in Landfill Disposal Costs**

10		Prior Year Total Tipping Fees Per ton	\$15.24
11	Multiplied By	Prior Year Total Landfill Tons	56,516.18
12	Equals	Total Prior Year Landfill Disposal Costs	\$861,306.58

13		Projected Interim Year Total Landfill Tipping Fees Per Ton	\$16.11
14	Multiplied By:	Projected Interim Year Total Landfill Tons	55652.06
15	Equals:	Total Projected Interim Year Total Landfill Disposal Costs	\$896,554.69

16		Projected Change in Total Landfill Disposal Costs	4.09%
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**Section III: Calculation of Percent Change in Rates**

**Weighted Change in Operating Costs (Other than Landfill Disposal)**

17		Operating Costs as % of Base Year Revenue Requirement	93.16%
18	Multiplied by:	Projected 85 Percent Change in Consumer Price Index	2.53%
19	Equals:	Weighted Change in Operating Costs	2.36%

**Weighted Change in total Landfill Disposal Costs**

20		Total Landfill Disposal Costs as % of Base Year Revenue Requirement	6.84%
21	Multiplied by:	Projected Change in Total Landfill Disposal Costs	4.09%
22	Equals:	Weighted Change in Total Landfill Costs	0.28%

**Total Change:**

23		Total Percent Change in Costs	2.64%
24	Divided By:	Adjustment for Franchise Fee (1- 5 %)	95.00%
25	Equals:	Percent Change in Existing Rates(City of South Lake Tahoe and El Dorado County)	2.78%