



**PUBLIC NOTICE
THE ELOY CITY COUNCIL
Meets
MONDAY, AUGUST 19, 2019
6:00 PM
ELOY CITY COUNCIL CHAMBERS
595 NORTH C STREET
ELOY, ARIZONA 85131
For a
WORK SESSION**

AGENDA

- I. Call to Order**
- II. Invocation**
- III. Pledge of Allegiance**
- IV. Roll Call**
- V. Business**
 - A. Council review and discussion of proposed adjustments to the sanitation and landfill fee rate schedules.
- VI. Adjournment**

**POSTED BY THURSDAY, AUGUST 15, 2019, BY 5:00 P.M. AT ELOY CITY HALL,
ELOY POST OFFICE, TROY THOMAS COMMUNITY CENTER, TOLTEC
COMMUNITY/SENIOR CENTER AND CITY WEBSITE: www.elayaz.gov**

Mary Myers, CMC
City Clerk

INDIVIDUALS WITH SPECIAL ACCESSIBILITY NEEDS MAY CONTACT LORENA LaSALDE-RIOS, ADA COORDINATOR FOR THE CITY OF ELOY AT 520-466-9201 OR 520-466-7455 (TDD). IF POSSIBLE, SUCH REQUESTS SHOULD BE MADE 72 HOURS IN ADVANCE. ONE OR MORE MEMBERS OF THE COUNCIL AND/OR STAFF MAY PARTICIPATE BY TELEPHONIC OR VIDEO MEANS.

CITY OF ELOY

REQUEST FOR COUNCIL ACTION

Agenda Item: V.A.

Date: 8/19/2019

Date submitted:
7/19/2019

Action: Other

Subject: Council review and discussion of proposed adjustments to the sanitation and landfill fee rate schedules.

Date requested:
8/19/2019

TO: Mayor and City Council

FROM: Keith Brown, City Engineer

RECOMMENDATION:

Council to receive a staff presentation on proposed sanitation and landfill rate adjustments for review and discussion.

DISCUSSION:

The City of Eloy entered into a five (5) year contract with Right Away Disposal (RAD) for solid waste collection and disposal services in May 2015. The contract allows for an annual rate adjustment based upon a combination of factors related to the consumer price index and average fuel costs. RAD issued its first rate adjustment last year (2018) for a 5% increase, which was passed along to customers in accordance with city code. This year's rate adjustment is 2.13%, which results in an overall increase of 7.13% to the original contract rates. See attached City of Eloy Utility Fee Schedule for a comparison of current rates and the new rates. The new rates will become effective on November 1, 2019.

In September 2018 city staff hired a consultant, ALTA Arizona, to evaluate the current landfill operations and recommend alternatives to consider for improving efficiencies at the landfill. In April 2019 Council received a presentation from ALTA Arizona discussing these alternatives. One of the recommendations of the study was the need to increase fees at the landfill as the current fee structure was not sufficient to cover the operating costs at the landfill. In addition, it is recommended that the City eliminate the Eloy resident rate and have only one rate structure for all customers. Eloy residents would be provided one day per month to dispose of trash at the landfill for free, upon proof of residency with a current City utility bill and driver's license. See attached City of Eloy Utility Fee Schedule for current and proposed landfill fees.

Modifying the landfill fees will help to offset operational costs. However, even with these

rate adjustments, the operational costs will continue to exceed the revenue collected. City staff will come back to Council at a later date to discuss further operational changes at the landfill that will help the City recover the costs to operate the City landfill.

FISCAL IMPACT:

There is no fiscal impact at this time. This item is for discussion only.

Approved as to Form:

A handwritten signature in blue ink, appearing to read "Stephen R. Cooper", is written over a horizontal line.

Stephen R. Cooper, City Attorney

City of Eloy			
Utility Fee Schedule			
Effective 11/1/19		Current	Proposed
		Base Rate	Base Rate
Description	Base Rate	Plus 5% Fuel Factor	Plus 7.13% Fuel Factor
Sanitation			
Monthly Residential Trash and Recycling:			
Once per Week (90 Gallon Container)	\$ 20.67	\$ 21.70	\$ 22.14
Additional Residential Trash Container Monthly:	\$ 5.00	\$ 5.00	\$ 5.50
New Residential Account Setup Administrative Fee:	\$ 10.00	\$ 10.00	\$ 10.00
Monthly Non-residential, Commercial and Business:			
One Pick-up per Week			
90 Gallon	\$ 20.67	\$ 21.70	\$ 22.14
2-Yard	\$ 56.00	\$ 58.80	\$ 60.16
3-Yard	\$ 63.00	\$ 66.15	\$ 67.23
4-Yard	\$ 72.00	\$ 75.60	\$ 76.67
6-Yard	\$ 88.00	\$ 92.40	\$ 94.37
8-Yard	\$ 113.00	\$ 118.65	\$ 121.50
Two Pick-ups per Week			
2-Yard	\$ 83.00	\$ 87.15	\$ 88.46
3-Yard	\$ 112.00	\$ 117.60	\$ 120.32
4-Yard	\$ 132.00	\$ 138.60	\$ 141.55
6-Yard	\$ 154.00	\$ 161.70	\$ 165.13
8-Yard	\$ 204.00	\$ 214.20	\$ 218.22
Additional uncontained refuse pick-up for residential accounts only:	\$ 75.00	\$ 75.00	\$ 75.00
Roll-Off User Fees:			
Delivery Charge			
12 Yard	\$ 40.00	\$ 40.00	\$ 41.28
20 Yard	\$ 40.00	\$ 40.00	\$ 41.28
30 Yard	\$ 40.00	\$ 40.00	\$ 41.28
40 Yard	\$ 40.00	\$ 40.00	\$ 41.28
Pickup (Pull) Rate			
12 Yard	\$ 165.00	\$ 173.25	\$ 176.76
20 Yard	\$ 165.00	\$ 173.25	\$ 176.76
30 Yard	\$ 165.00	\$ 173.25	\$ 176.76
40 Yard	\$ 165.00	\$ 173.25	\$ 176.76
Landfill Fee (per ton)			
12 Yard	\$ 20.00	\$ 20.00	\$ 22.00
20 Yard	\$ 20.00	\$ 20.00	\$ 22.00
30 Yard	\$ 20.00	\$ 20.00	\$ 22.00
40 Yard	\$ 20.00	\$ 20.00	\$ 22.00
Roll-Off Compactor Pull:	\$ 231.00	\$ 231.00	\$ 235.91
Privately Owned Roll-Off User Fee:			
All privately owned roll-offs shall be charged pickup rate plus current fees	\$ 165.00	\$ 173.25	\$ 176.76
Charge for Delay when Pick-Up or Delivery of Roll-Offs (Per half hour of delay)	\$ 165.00	\$ 173.25	\$ 176.76
Sanitation Deposit:			
Deposit	\$ 45.00	\$ 45.00	\$ 45.00
Delinquent Sanitation Accounts (% of outstanding amount):	1.50%	\$ 1.50	1.50%

Eloy Landfill Rates	Current		Proposed
Eloy Residents			
0-500 lbs	\$ -		\$ 10.00
501-1,000 lbs	\$ -		\$ 20.00
1,001-1,500 lbs	\$ 6.00		\$ 30.00
1,501-2,000 lbs	\$ 12.00		\$ 40.00
Each additional 2,000 lbs (pro-rated)	\$ 25.00		\$ 40.00
Contractors and Pinal County Residents			
0-500 lbs	\$ 11.00		\$ 13.00
501-1,000 lbs	\$ 22.00		\$ 26.00
1,001-1,500 lbs	\$ 33.00		\$ 39.00
1,501-2,000 lbs	\$ 45.00		\$ 52.00
Each additional 2,000 lbs (pro-rated)	\$ 45.00		\$ 52.00



SANITATION AND LANDFILL FEES

August 19, 2019

Sanitation Fees

- May 2015 – Eloy entered into 5 year contract with RAD and established base fee rates for collection and disposal of municipal solid waste for Eloy. Base rate for weekly service is \$20.67
- Contract allows for an annual rate adjustment to account for fuel cost increases or decreases.
- June 2018 – RAD Implemented first rate adjustment of 5.0% increase to the base rates. Rate increased to \$21.70
- June 2019 – RAD Implemented a second rate adjustment of 2.13% increase to the current rate. New rate is \$22.14
- Total rate increase to date is 7.13% to the base rate established in May 2015.
- New rates will go into effect November 1, 2019

Landfill Fees

- The current landfill fees do not support the costs to operate the landfill.
- In 2018 the landfill collected \$52,920 in fees for a total tonnage of 4,659 Tons. This equates to \$11.36 per ton.
- Actual cost to operate landfill is approx. \$73.46 per ton, or \$342,000 for 2018.
- Recommend increasing Eloy resident rate from \$25 per ton to \$40 per ton, with a \$10 minimum, and non-resident and contractor rate to \$52 per ton.
- Recommend one free dump day per month for Eloy residents.

Landfill Fees

Eloy Residents			
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THANK YOU

QUESTIONS