Item H-3

Consider a resolution approving an amendment to Contract No. 15-64 with Community Waste Disposal, of Dallas, Texas; by amending Article 22, Remuneration - Disposal; to allow the change in the Disposal component of the Annual Adjustment to exceed the 6% up or down cap; for citywide garbage rates for the period January 1 - August 31, 2020; and authorizing the City Manager to execute said amendment on behalf of the City of Keller, Texas.

Item H-3

Community Waste Disposal Market Adjustment Request

- Five-year franchise agreement expiring at the end of August 2020 gives CWD sole and exclusive right to service all solid waste within city limits* (10% franchise fee)
- Market adjustments are allowed annually by contract in the last three years of the agreement as long as the adjustments are capped according to rate component
- CWD is requesting a rate adjustment that exceeds the cap for the disposal portion of the garbage rates for the period Jan. 1-Aug. 31, 2020

RATE COMPONENT	MAX ADJUSTMENT (UP OR DOWN)	REQUESTED ADJUSTMENT
Consumer Price Index (CPI)	6%	1.70%
Fuel	15%	-3.04%
Disposal	6%	27.17%

*excluding Keller ISD facilities

Excellence • Integrity • Service • Creativity • Communication

Item H-3

Requested Adjustment Impact on Residential Rates

SERVICE	2018-19 RATES	PROPOSED RATES JAN. 1-AUG. 31, 2020
Curbside trash	$10.04	$10.93
Recycling	$1.87	$1.89
Franchise fee (10%)	$1.19	$1.28
TOTAL	**$13.10**	**$14.10**
Curbside trash	$10.04	$10.93
Senior recycling	$0.94	$0.94
Franchise fee (10%)	$1.10	$1.19
SENIOR TOTAL	**$12.08**	**13.06**
Backdoor service	$16.66	$18.15

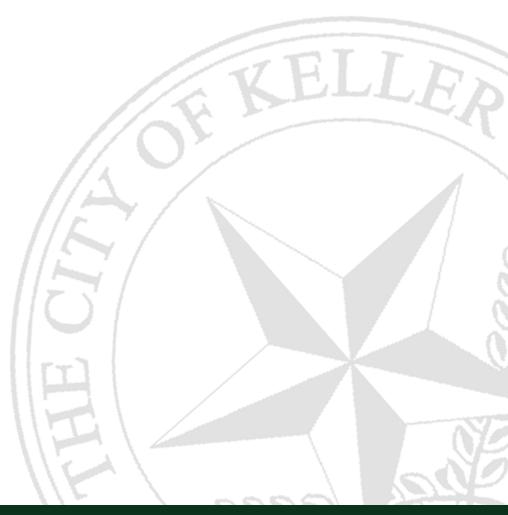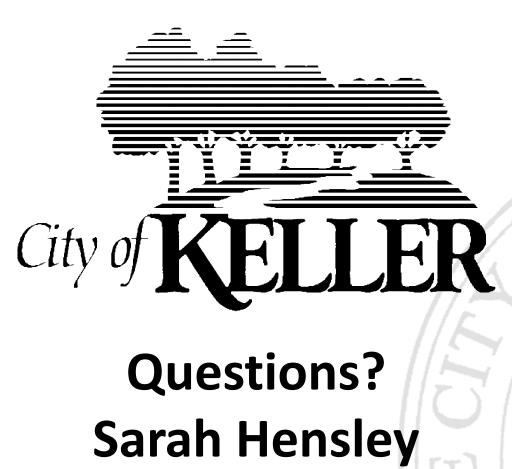# Item H-3

Requested Adjustment Impact on Common Commercial Service Rates

SERVICE	2018-19 RATES	PROPOSED RATES JAN. 1-AUG. 31, 2020
8-Yard Container 1x per week	$125.89	$136.87
Franchise fee (10%)	$12.59	$13.69
TOTAL	**$138.48**	**$150.56**
Haul on 35-Yard compactor	$518.99	$590.70
Franchise fee (10%)	$51.90	$59.07
TOTAL	**$570.89**	**$649.77**

Item H-3 City Council Options

- Approve as submitted

- Approve with modifications

- Deny

Excellence • Integrity • Service • Creativity • Communication

Questions?
Sarah Hensley
817-743-4006

Excellence • Integrity • Service • Creativity • Communication