

CITY OF YREKA

701 Fourth Street, Yreka, California 96097



NOTICE OF AVAILABILITY FOR REVIEW YREKA TRANSFER, LLC., AS FRANCHISEE, A REQUEST TO INCREASE RATES FOR RESIDENTIAL SOLID WASTE HAULING

CITY OF YREKA

Government Code Section 54954.6

Date: Tuesday, October 19, 2021

SUBJECT: Availability for Public Review Yreka Transfer, LLC., as Franchisee, Request to the City of Yreka to Increase Rates for Residential Solid Waste Hauling (Government Code Section 54954.6).

CONTACT PERSON: Rhett Hogan, Finance Director, City of Yreka, (530)841-2386

LOCATION OF REPORT: City Hall, City of Yreka, 701 Fourth Street, Yreka, California 96097

This is to advise that pursuant to Government Code Sections 54954.6, the City has made available for Public Review Yreka Transfer, LLC., as Franchisee, A Request to the City of Yreka to Increase Rates for Residential Solid Waste Hauling at the City of Yreka location referenced above.

October 19, 2021

Rhett Hogan
Finance & Administrative Services Director, City of Yreka

**NOTICE OF PUBLIC HEARING
AND
NOTICE OF AVAILABILITY
YREKA TRANSFER, LLC., AS FRANCHISEE, REQUEST TO INCREASE RATES
FOR RESIDENTIAL SOLID WASTE HAULING**

The Yreka City Council will hold a public hearing at 6:30 p.m., Thursday, November 2, 2021, in the Council Chambers, 701 Fourth Street, Yreka, California, and by teleconference Conference call in Number: 669-900-6833 (Toll-Free 888 788 0099) Meeting ID# 619-495-7056 or via Zoom <https://us02web.zoom.us/j/6194957056> on the following matter:

**RESOLUTION OF THE CITY COUNCIL FOR THE CITY OF YREKA
CONSENTING TO AN INCREASE OF RESIDENTIAL RATES FOR THE
COLLECTION OF GARBAGE IN THE CITY OF YREKA**

This is to advise that pursuant to Government Code Sections 54954.6, the City has made available for Public Review Yreka Transfer, LLC., as Franchisee, A Request to the City of Yreka to Increase Rates for Residential Solid Waste Hauling at the City of Yreka location referenced above. All interested persons are invited to attend the meeting and to participate in the public hearing or deliver written comments regarding the Report on or before 4:00PM, Tuesday, November 2, 2021, to the following address:

YREKA CITY COUNCIL, 701 Fourth Street, Yreka, CA 96097.

Pursuant to Government Code Section 54954.60, before adopting any new or increased general tax or any new or increased assessment, the legislative body of a local agency shall conduct at least one public meeting at which local officials shall allow public testimony regarding the proposed new or increased general tax or new or increased assessment in addition to the noticed public hearing at which the legislative body proposes to enact or increase the general tax or assessment.

Rhetta Hogan
Finance & Administrative Services Director
City of Yreka

October 19, 2021



CITY COUNCIL AGENDA MEMORANDUM

TO: Yreka City Council
FROM: Randy Johnsen, Interim City Manager
PREPARED BY: Rhetta Hogan, Finance & Administrative Director
AGENDA TITLE: Discussion and Possible Action: Adopt a Resolution consenting to an increase of Residential Rates for the Collection of Garbage in the City of Yreka
MEETING DATE: November 2, 2021

Discussion:

Yreka Transfer, as required within their franchise agreement with the City of Yreka, is required to submit requests for residential services increases for approval by the City Council. Yreka Transfer has submitted the attached request for an increase as follows:

Description	Old Rate	New Rate
32 Gallon Cart	\$20.25	\$23.25
64 Gallon Cart	\$25.25	\$28.25
96 Gallon Cart	\$30.75	\$33.75
Additional customer owned can with cart	\$8.00	\$9.00
1-32 Gallon Customer owned can	\$21.00	\$24.00
2-32 Gallon Customer owned cans	\$29.00	\$34.00
Additional Customer owned can	\$8.00	\$9.00

Yreka Transfer is requesting the rate increase due to the high rate of inflation that their business is experiencing. They cite that their cost of fuel has increased 55% from October 1, 2020 to October 1, 2021 (from \$2.73 per gallon to \$4.23 per gallon). They also call out increases in cost of commodities e.g. waste carts and a 22% rate increase for insurance premiums.

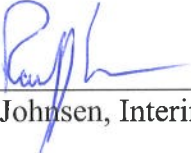
Yreka Transfer last increased rates January of 2019, and resisted bringing forward rate hikes during the pandemic, but needs to address the issue now.

Fiscal Impact:

The City receives franchise fee revenue, based on a percentage of monthly gross receipts from Yreka Transfer. Per the terms of the current Franchise Agreement, this rate is 4.25%, and increases annually each November 1 (through 2025, contract term) by 25 basis points.

Recommendation and Requested Action:

Discussion and Possible Action: Adopt a Resolution consenting to an increase of Residential Rates for the Collection of Garbage in the City of Yreka.

Approved by:  _____
Randy Johnsen, Interim City Manager

RESOLUTION NO. 2021-_____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF YREKA
CONSENTING TO AN INCREASE OF RESIDENTIAL RATES FOR
THE COLLECTION OF GARBAGE IN THE CITY OF YREKA.

WHEREAS, a contract for the collection of garbage within the City of Yreka was entered into on the 15th day of October 2021, with Yreka Transfer, LLC., by Resolution Number 2020-35; and

WHEREAS, the collector has filed a request for an increase of rates with the City, and

WHEREAS, the City Council of the City of Yreka has determined it would be in the best interests of the City to approve the requested rate increases; and

WHEREAS, pursuant to title 14 of the California Code of Regulations, Section 15061 (b)(3) this action is exempt from the requirements of the California Environmental Quality Act (CEQA) in that it is not a Project which has the potential for causing significant effect on the environment.

NOW, THEREFORE, the City Council of the City of Yreka does hereby consent to the following rate increases pursuant to Paragraph 16 of the Contract:

Description	Old Rate	New Rate
32 Gallon Cart	\$20.25	\$23.25
64 Gallon Cart	\$25.25	\$28.25
96 Gallon Cart	\$30.75	\$33.75
Additional customer owned can with cart	\$8.00	\$9.00
1-32 Gallon Customer owned can	\$21.00	\$24.00
2-32 Gallon Customer owned cans	\$29.00	\$34.00
Additional Customer owned can	\$8.00	\$9.00

Passed and adopted this 2nd day of November 2021 by the following vote:

AYES:
NAYS:
ABSENT:

Duane Kegg, Mayor

Attest: _____
Arthur Boyd, City Clerk



October 11, 2021

Mr Randy Johnson
City of Yreka
701 Fourth St
Yreka, CA 96097

Dear Mr Johnson,

The following is a request by Yreka Transfer LLC to raise the rates for residential monthly trash service. Below are the proposed rate changes:

32 Gal Cart \$20.25 to \$23.25

64 gallon cart \$25.25 to \$28.25

96 gallon cart \$30.75 to \$33.75

Additional customer owned can with cart \$8 to \$9 per month

1-32 gal customer owned can \$21 to \$24

2-32 gal customer owned can \$29 to \$34

Each additional customer owned can \$8 to \$9 per month

This raise request is due to the high rate of inflation we are experiencing. After over four months of elevated inflation, it appears it's going to be an ongoing problem. Fuel alone has gone up 55% from October 1 2020 to October 1 2021 (2.73 to 4.23 per gal.) We have ordered garbage and recycling carts twice this year. In February they were \$50 apiece, by July they were \$61.25, a 23% increase. Our insurance package was 22 percent higher, renewal date was October 1. Two of the trucks we use to service Yreka need to be replaced and are on order, due to arrive in 2022. The last time we have adjusted our Yreka trash rates was 1/1/19. We did not want to raise in the middle of a pandemic, but we need to now.

Sincerely,

Karen A Eller
Managing Member, Yreka Transfer LLC