NOTICE OF PUBLIC HEARING

In Conformance with Article XIIID of the California State Constitution and the Proposition 218 Omnibus Implementation Act

In compliance with Article XIIID of the California State Constitution and the Proposition 218 Omnibus Implementation Act, the City of Chula Vista is hereby notifying all affected property owners and customers of record, of the proposed annual rate adjustment formula for General Services Rates for Solid Waste Services. Rate adjustments are effective July 1 for Large Quantity Generators (commercial and industrial bin service customers) and September 1 for Small Quantity Generators (cart services customers).

PUBLIC HEARING INFORMATION

The purpose of the hearing is to consider all written protests against the proposed rate adjustment formula for General Service Rates for Solid Waste for the parcel for which you are shown as owner or customer of record. The Public Hearing for this item will be held on September 9, 2014, at 2:00 pm, in the Council Chambers, 276 Fourth Ave, Chula Vista, CA, 91910.

All protests must be in writing, submitted to the City Clerk's office by 1:00 pm on September 9, 2014 and will also be accepted in the Council Chambers at the public hearing.

All written protests must be signed by the property owner or customer of record and contain a description of the property (street address and/or Assessor's Parcel Number). Only one written protest per address will be accepted. Oral comments at the public hearing will not qualify as formal protests unless accompanied by a written protest.

Please send your written protest to:

City of Chula Vista, Office of the City Clerk 276 Fourth Ave, Chula Vista, CA 91910

Protests sent by email or fax will not be considered.

At the Public Hearing, City Council will receive final tabulation of all written protest received by the City Clerk. If a majority of written protests from property owners or customers of record is not received, the rate adjustment formula and subsequent rate adjustments may be approved by the City Council as specified in the City's solid waste franchise agreement.



ON SOLID WASTE GENERAL SERVICES RATE ADJUSTMENTS

September 9, 2014 • 2 p.m. Council Chambers

Chula Vista City Hall • 276 Fourth Avenue, Chula Vista, CA 91910

276 Fourth Avenue, Chula Vista, CA 91910



Explanation of Maximum Annual Rate Adjustment for Solid Waste General Services Rates for 2015

Maximum General Service Rates for solid waste, recycling, yard/organic waste and disposal are established per contractual agreement with the Contractor via an exclusive franchise agreement (Agreement). Per the Agreement, the proposed General Services Rates maximum adjustment formula will be as follows:

Large Quantity Generators (LQG - bin or roll-off box services) annual adjustment amount does not exceed 100% of the San Diego Area Consumer Price Index (CPI) for all Urban Consumers (all items) published by the U.S. Department of Labor, Bureau of Labor Statistics for the previous 12-month period (calendar year) for which statistics are available. These rates are adjusted on July 1, annually.

CPI % X Service Rate = New LQG General Service Rate

Example: 2% CPI (assumption) X \$99.49 = \$101.48 before all governmental fees

For Small Quantity Generators (SQG - cart services) the annual adjustment amount is the same as LQGs with the following exception: at no time shall the Small Quantity Generator Rates exceed 90% of the average for the County of San Diego for the same level of service, after subtracting any governmental pass-thru fees or adding back in local subsidies. This limitation is to be applied only to determine whether or not the Contractor is entitled to the full 100% CPI adjustment or a prorated amount on SQG rates. These rates are adjusted on September 1, annually.

CPI % X Service Rate = New SQG General Service Rate

Example: 2% CPI (assumption) X \$17.68 = \$18.03 before all governmental fees (As long the rate is 10% below the County average)

Listed below are some of the current rates and proposed adjustments for common levels of service. Your service level may not be reflected in this table. You may view the new maximum proposed rates for all service levels at **www.chulavistaca.gov/clean**, click on Public Notice 2015 Rate Sheet or through the Office of the City Clerk. If you have questions, please contact the Environmental Services Section of the Public Works Department at (619) 691-5122 or EnvironmentalServices@chulavistaca.gov.

EXAMPLE:

Projected Maximum Rate under proposed formula for 2015		Sept. 1, 2014	Nov. 1, 2014	July 1, 2015 LQG Rate	Sept. 1, 2015 SQG Rate
This table reflects a Franchise Fee (governmental fee) adjustment on Nov. 1, 2014. A complete table of rates is available online at www.chulavistaca.gov/clean or through the Office of the City Clerk.		Current	Franchise Fee Adjustment (Governmental pass through fee)	New Adjustment Formula - 100% CPI (Assumes 2% CPI)	New Adjustment Formula - 100% CPI (Assumes 2% CPI)
	32 gal	\$13.76	\$15.22		\$15.52
	64 gal	\$17.83	\$19.73		\$20.12
	96 gal	\$20.98	\$23.21		\$23.67
	3 cy bin	\$99.49	\$110.05	\$112.25	



Additional Rate Adjustments per the Agreement

Market Adjustments on Large Quantity Generator Rates

Per the terms of the Agreement, the Contractor is eligible for a market adjustment of the General Service Rates (excluding a three cubic yard bin or smaller, serviced one time per week), Commercial Recycling Rates and Commercial Green Waste Rates every four years beginning on July 1, 2015. The maximum market adjustments shall be 95% of the corresponding county rate average.

If the Contractor's rate is equal to or greater than 95% of the County average rate, no market adjustment will be given.

Frequently Asked Questions

Why did I get this mailing?

This mailing serves as notice for the annual General Services Rate adjustment for Solid Waste Service Rates and Market Adjustments every four years (if qualified) provided by a private contractor.

Do I have to respond to this?

No, you do not have to respond to this notice. If, however, you oppose the fee increase or the adjustment formulas, you can file your written protest with the City Clerk's Office as described above.

What if I have more questions?

If you have questions about your waste services you may call (619) 691-5122 or email the City at EnvironmentalServices@chulavistaca.gov.