

10) **2024 Annual Consumer Price Index Increase for Refuse Collection Services Provided by CR&R**

Receive and file the 2024 Annual Consumer Price Index Increase for Refuse Collection Services provided by CR&R since the rate increases fall within the allowable amount per the Franchise Agreement.



## REPORT TO CITY COUNCIL

**To:** Honorable Mayor and Members of the City Council

**From:** Jason Simpson, City Manager

**Prepared by:** Remon Habib, City Engineer

**Date:** June 11, 2024

**Subject:** 2024 Annual Consumer Price Index Increase for Refuse Collection Services Provided by CR&R

### **Recommendation**

Receive and file the 2024 Annual Consumer Price Index Increase for Refuse Collection Services provided by CR&R since the rate increases fall within the allowable amount per the Franchise Agreement.

### **Background**

CR&R, Incorporated holds an exclusive franchise in the City of Lake Elsinore to collect and dispose of refuse and to collect and process recyclables in the City. The franchise contract specifies that rates be adjusted annually to reflect changes in the Consumer Price Index (CPI) and any increases in the Riverside County Landfill Fees. Pursuant to the formula established in the Franchise Agreement, increases in the landfill tipping fee are passed through on a pro-rata basis effective at the start of the first full billing period after the landfill fee is adjusted. The current monthly residential rate is \$31.55, which includes the Landfill Fee of \$3.78.

### **Discussion**

The CR&R requested increase in service rates is based on the data supplied by the Bureau of Labor Statistics for the 12 months ending March 31, 2024, in which the Consumer Price Index (CPI) for the Los Angeles, Riverside and Orange County area increased by 2.99%.

In addition, City staff was notified that the County of Riverside Waste Management Department will not be adjusting their landfill disposal rate for Fiscal Year 2024-2025.

Due to the increased CPI adjustment factor, a monthly rate adjustment will become effective for residential and commercial accounts. The monthly residential rate will go from \$31.55 per month

## Annual Consumer Price Index Increase for Refuse Collection

to \$32.18 per month. The commercial rates for fiscal year 2024-2025 reflect the bundled services; per the guidelines from CalRecycle to prepare for the implementation of SB 1383.

The new rates are reflected in Exhibit A (Exhibit "C") and will become effective July 01, 2024.

### **Fiscal Impact**

There is no negative fiscal impact to the City. This rate adjustment will result in a slight increase in franchise revenues for the City.

### **Attachments**

Attachment 1 - 2024 Price Adjustment  
Exhibit A - 2024 Schedule of Rates Exhibit "C"



May 9, 2024

Ms. Nicole Mc Calmont  
Engineering Department  
City of Lake Elsinore  
130 S. Main Street  
Lake Elsinore, Ca. 92590

Re: Annual Rate Adjustment

Dear Nicole,

Pursuant to our current Solid Waste and Recycling Services Agreement with the City of Lake Elsinore, CR&R Incorporated (CR&R) respectfully submits the attached information which outlines our Annual Rate Adjustment request for fiscal year 2024-2025. As you are aware, our current agreement stipulates the conditions upon which our rates may be adjusted on an annual basis. Per the agreement, these rates shall be adjusted each July 1st to reflect the changes in various applicable indices.

In reviewing the data from the Bureau of Labor Statistics (BLS) for March 2023 through March 2024, the CPI has increased by 2.99%. In addition, the County of Riverside's Waste Management Department has indicated that they will not be adjusting their landfill disposal rate for fiscal year 2024-2025.

These standard adjustments would be effective July 1, 2024.

As we have stated in prior years, we greatly appreciate our long-standing relationship with the City of Lake Elsinore, as well as the opportunity that we have had to be of service to your residents and businesses. It truly has been and continues to be an honor and a privilege to be of service to the City. Please do not hesitate to call us if you should have any questions or comments. We look forward to any further assistance that we may be able to provide.

Respectfully,

J. Alex Braicovich  
Senior Regional Vice President  
CR&R Incorporated

Cc: Jason Simpson, City Manager



CITY OF LAKE ELSINORE  
2024 PRICE ADJUSTMENT

	CPI (March)										CUURS49ASA0L2 (LA-OC)										Landfill *										MRF *										* Provided by County Waste Management Dept										No landfill increase 7/1/24																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																													
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	Service Component				Digester Component				Net % Change	Total Proposed Rate
	Previous Rate	SRRE Fee	Service Fee	CPI Change	Rate Change	Unit Measure	Process Fee	100.0%	% Increase	Rate Change
<b>Organics (AD) Rates</b>										
<b>Organics Bin rate - 2 cubic yard</b>										
1 x week	\$ 259.65	0.25	48%	2.99%	\$ 7.74	per month	52%	100.0%	0.0%	\$ -
2 x week	\$ 503.78	0.25	47%	2.99%	\$ 15.03	per month	53%	100.0%	0.0%	\$ -
3 x week	\$ 755.50	0.25	47%	2.99%	\$ 22.55	per month	53%	100.0%	0.0%	\$ -
4 x week	\$ 1,007.22	0.25	47%	2.99%	\$ 30.07	per month	53%	100.0%	0.0%	\$ -
5 x week	\$ 1,258.88	0.25	47%	2.99%	\$ 37.59	per month	53%	100.0%	0.0%	\$ -
6 x week	\$ 1,510.80	0.25	47%	2.99%	\$ 45.11	per month	53%	100.0%	0.0%	\$ -
<b>Food Cart rate - 64 gal cart</b>										
1 x week	\$ 68.09	0.25	54%	2.99%	\$ 2.01	per month	46%	100.0%	0.0%	\$ -
2 x week	\$ 136.32	0.25	54%	2.99%	\$ 4.05	per month	46%	100.0%	0.0%	\$ -
3 x week	\$ 204.57	0.25	54%	2.99%	\$ 6.09	per month	46%	100.0%	0.0%	\$ -
4 x week	\$ 272.81	0.25	54%	2.99%	\$ 8.13	per month	46%	100.0%	0.0%	\$ -
5 x week	\$ 341.04	0.25	54%	2.99%	\$ 10.17	per month	46%	100.0%	0.0%	\$ -
6 x week	\$ 409.27	0.25	54%	2.99%	\$ 12.20	per month	46%	100.0%	0.0%	\$ -
Additional pickup organic cart	\$ 47.11			2.99%	\$ 1.41	per occurrence				\$ 48.52
Contamination Fee - Cart	\$ 47.12			2.99%	\$ 1.41	per occurrence				\$ 48.53
Contamination Fee - Bin	\$ 117.81			2.99%	\$ 3.52	per occurrence				\$ 121.33

#### Bundled Commercial Compliance Rates

3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 1/Week	\$ 364.32	\$ 354.69	\$ 364.32
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 2/Week	\$ 682.89	\$ 664.92	\$ 682.89
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 3/Week	\$ 1,023.70	\$ 996.74	\$ 1,023.70
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 4/Week	\$ 1,364.38	\$ 1,328.44	\$ 1,364.38
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 5/Week	\$ 1,705.07	\$ 1,660.15	\$ 1,705.07
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 6/Week	\$ 2,045.77	\$ 1,991.88	\$ 2,045.77





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## Databases, Tables &amp; Calculators by Subject

Change Output Options:

From: 2014 To: 2024



include graphs



include annual averages

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Data extracted on: April 26, 2024 (7:58:20 PM)

**Consumer Price Index for All Urban Consumers (CPI-U)****Series Id:** CUURS49ASA0L2

Not Seasonally Adjusted

**Series Title:** All items less shelter in Los Angeles-Long Beach-Anaheim, CA, all urban consumers, not seasonally adjusted**Area:** Los Angeles-Long Beach-Anaheim, CA**Item:** All items less shelter**Base Period:** 1982-84=100

Download:



Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	HALF1	HALF2
2014	218.614	219.973	221.974	221.692	222.926	222.942	222.330	221.841	221.494	220.815	218.208	216.134	220.745	221.353	220.137
2015	214.533	216.374	219.281	218.858	222.010	220.669	222.521	221.135	219.652	219.771	219.247	218.173	219.352	218.621	220.083
2016	220.019	219.387	219.558	220.292	221.281	221.134	220.438	219.575	219.676	220.640	218.881	218.445	219.944	220.279	219.609
2017	220.314	221.681	222.476	223.272	223.918	223.265	223.536	223.663	224.951	225.188	225.503	225.322	223.591	222.488	224.694
2018	227.716	229.387	229.885	230.208	230.818	229.915	230.487	230.417	231.225	233.375	231.868	230.095	230.450	229.655	231.245
2019	231.460	231.196	232.548	235.395	236.119	234.840	234.910	234.219	235.978	238.399	236.218	234.021	234.609	233.593	235.624
2020	236.840	237.401	234.478	232.812	233.970	235.405	237.153	237.676	237.055	237.989	238.544	237.923	236.437	235.151	237.723
2021	238.459	239.730	241.621	245.599	247.617	249.348	251.018	251.738	252.632	255.841	257.498	258.528	249.136	243.729	254.543
2022	262.356	263.316	269.412	270.699	273.374	277.836	276.302	275.119	276.418	278.261	274.389	270.398	272.323	269.499	275.148
2023	278.306	276.631	276.112	278.294	278.316	279.524	278.963	281.314	281.581	281.198	278.127	277.532	278.825	277.864	279.786
2024	281.104	282.256	284.361												

**12-Month Percent Change****Series Id:** CUURS49ASA0L2

Not Seasonally Adjusted

**Series Title:** All items less shelter in Los Angeles-Long Beach-Anaheim, CA, all urban consumers, not seasonally adjusted**Area:** Los Angeles-Long Beach-Anaheim, CA**Item:** All items less shelter**Base Period:** 1982-84=100

Download:



Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	HALF1	HALF2
2014	0.0	-0.4	0.4	1.0	1.6	1.8	1.7	1.5	1.2	0.8	0.3	-0.6	0.8	0.7	0.8
2015	-1.9	-1.6	-1.2	-1.3	-0.4	-1.0	0.1	-0.3	-0.8	-0.5	0.5	0.9	-0.6	-1.2	0.0
2016	2.6	1.4	0.1	0.7	-0.3	0.2	-0.9	-0.7	0.0	0.4	-0.2	0.1	0.3	0.8	-0.2
2017	0.1	1.0	1.3	1.4	1.2	1.0	1.4	1.9	2.4	2.1	3.0	3.1	1.7	1.0	2.3
2018	3.4	3.5	3.3	3.1	3.1	3.0	3.1	3.0	2.8	3.6	2.8	2.1	3.1	3.2	2.9
2019	1.6	0.8	1.2	2.3	2.3	2.1	1.9	1.7	2.1	2.2	1.9	1.7	1.8	1.7	1.9
2020	2.3	2.7	0.8	-1.1	-0.9	0.2	1.0	1.5	0.5	-0.2	1.0	1.7	0.8	0.7	0.9
2021	0.7	1.0	3.0	5.5	5.8	5.9	5.8	5.9	6.6	7.5	7.9	8.7	5.4	3.6	7.1
2022	10.0	9.8	11.5	10.2	10.4	11.4	10.1	9.3	9.4	8.8	6.6	4.6	9.3	10.6	8.1
2023	6.1	5.1	2.5	2.8	1.8	0.6	1.0	2.3	1.9	1.1	1.4	2.6	2.4	3.1	1.7
2024	1.0	2.0	3.0												

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**EXHIBIT "C"**

**Schedule of Rates**  
**Effective July 1, 2024 unless otherwise noted**

Single family residential refuse collection, recycling, composting, transfer and disposal:

Monthly Rate:	(includes Recycling Fee)	\$	32.18	*
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Additional refuse collection, recycling and composting container:

Monthly Rate:		\$	16.65	*
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Single family residential additional bulky item, per pickup  
(above the minimum of two per calendar year):

	\$	16.70	*
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\* Senior Citizens 65 and older and Active Military Personnel deployed into a conflict zone can apply for a 10% discount.

**Residential Organics Rates**

Rate per Home	\$	2.48
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Additional Food Scrap Pail	\$	8.93
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Residential Cart Setup Fee	\$	26.43
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Residential Delinquency Processing Fee	\$	51.20
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**Commercial, industrial, and multi-family residential refuse monthly bin rates**

3 - cubic yard bin	1 x week	\$	230.63
	2 x week	\$	415.34
	3 x week	\$	622.27
	4 x week	\$	829.08
	5 x week	\$	1,035.91
	6 x week	\$	1,242.76

1-1/2 - cubic yard bin	1 x week	\$	175.97
	2 x week	\$	332.92
	3 x week	\$	498.94
	4 x week	\$	664.91
	5 x week	\$	830.88
	6 x week	\$	997.12

Additional Pickup Bin - Refuse Bin	\$	126.12
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Additional Pickup Bin - Recycling Bin	\$	97.51
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**Commercial, industrial, and multi-family residential recycling monthly bin rates**

3 - cubic yard recycle bin	1 x week	\$	113.70
	2 x week	\$	223.27
	3 x week	\$	333.29
	4 x week	\$	443.34
	5 x week	\$	553.36

96-gallon recycle cart	1 x week	\$	63.59
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Recycle Bin Contamination Fee, per occurrence	\$	63.85
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Recycle Cart Contamination Fee, per occurrence	\$	63.85
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**Schedule of Rates**  
**Effective July 1, 2024 unless otherwise noted**

Temporary 3 cubic yard bin rate:	per bin	\$	165.96
Redeliver and reinstatement rate:	per occurrence	\$	65.76
40 cubic yard roll-off bin rate:	+ MRF/landfill fees	\$	423.10
10 cubic yard roll-off/lowboy bin rate:	+ MRF/landfill fees	\$	423.10
Compactor rolloff	+ MRF/landfill fees	\$	551.15
Delivery Fee		\$	98.66
Relocation Fee		\$	98.66
False Run fee		\$	98.66
Rental Fee Over 7 Days		\$	12.86

Com Bin and RO Setup Fee		\$	55.90
Convert to Locking Bin Fee		\$	73.52
Delivery Fee		\$	61.46
Bulky Item Fee		\$	40.31
Commercial Overload Fee		\$	58.68

**Organic AD Rates**

Anaerobic Digester Rate Per Ton		\$	99.27
Additional pickup organic cart		\$	48.52

Commercial, industrial, and multi-family residential organic monthly bin rates

2 cubic yard	1 x week	\$	267.39
	2 x week	\$	518.81
	3 x week	\$	778.05
	4 x week	\$	1,037.29
	5 x week	\$	1,296.47
	6 x week	\$	1,555.91

64-gallon cart	1 x week	\$	70.10
	2 x week	\$	140.37
	3 x week	\$	210.66
	4 x week	\$	280.94
	5 x week	\$	351.21
	6 x week	\$	421.47

Organics Contamination Fee - cart service, per occurrence		\$	48.53
Organics Contamination Fee - bin service, per occurrence		\$	121.33

**Bundled Commercial Compliance Rates**

3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 1/Week		\$	364.32
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 2/Week		\$	682.89
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 3/Week		\$	1,023.70
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 4/Week		\$	1,364.38
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 5/Week		\$	1,705.07
3 YD Comm Bin, 96G Comm Recy, 64G Foodwaste 6/Week		\$	2,045.77