

CITY OF HOLLY HILL, FLORIDA

CITY COMMISSION

AGENDA • FEBRUARY 13, 2024

City Commission Chamber

Work Session

5:00 PM

CITY HALL
1065 RIDGEWOOD AVENUE
HOLLY HILL, FL 32117

City Clerk's office: (386) 248-9441 - Fax: (386) 248-9448



City Commission Chamber
City Hall
1065 Ridgewood Avenue
Holly Hill, FL 32117

CITY COMMISSION MEMBERS

Mayor
Chris Via

District 1 - Commissioner
John Penny

District 3 - Commissioner
John C. Danio

District 2 - Commissioner
Penny Currie

District 4 - Commissioner
Roy Johnson

CITY MANAGER
Joseph Forte

CITY CLERK
Valerie Manning

1. CALL TO ORDER

- a. Roll Call

2. WASTE PRO DISCUSSION - COMMERCIAL RATES

- 1. Waste Pro Discussion - Commercial Rates
(Requested by Valerie Manning, City Clerk)

3. ADJOURNMENT

Website Address – www.hollyhillfl.org (City Clerk)

NOTICE – If any person decides to appeal any decision of the City Commission at this meeting, he/she will need a record of the proceedings and, for that purpose, he/she may need to ensure that a verbatim record of the proceedings is made, which record includes the testimony and evidence upon which the appeal is to be based. The City does not prepare or provide such a record.



For special accommodations, please notify the City Clerk's Office at least 72 hours in advance. (386) 248-9441



Help for the hearing impaired is available through the Assistive Listening System. Receivers can be obtained from the City Clerk's Office.

In accordance with the Americans with Disabilities Act (ADA), persons needing a special accommodation to participate in the Commission proceedings should contact the City Clerk's Office no later than three (3) days prior to the proceedings.



City Commission

1065 Ridgewood Ave
Holly Hill, FL 32117

SCHEDULED

WORKSHOP DISCUSSION (ID # 4402)

2.1

Meeting: 02/13/24 05:00 PM
Department: City Clerk
Category: Workshop Item
Prepared By: Valerie Manning
Initiator: Valerie Manning
Sponsors:

DOC ID: 4402

Waste Pro Discussion - Commercial Rates

1	TABLE I							
2	Solid Waste Collection							
3	Residential REL Service							
4	Contractor Rate Structure							
5								
6								
7		2023		2023	2023-2024			
8		Original		Current	Future			
9		Rear Loader		Rear Loader	Rear Loader			
10		Rate		Rate	Rate			
11	Solid Waste Collection	\$ 13.51		\$ 13.51	\$ 16.69			
12	Solid Waste Disposal	4.33		4.33	4.98			
13	Fuel	1.47		1.47	1.54			
14	Total Contractor Rate (1)	\$ 19.31		\$ 19.31	\$ 23.21			
15	5% fuel increase							
16	5% CPI = \$2.50 increase							
17	increase recy proces to \$150.00 per ton							
18	(1) per Residential Collection Unit, per Month.							
19								
20	(2)							
21	13 Year Contract term with renewals option per mutual agreement.							
22	5% CPI factor (max).							
23								
24	(3)							
25	10 Year Contract term with 2 year renewal option per mutual agreement.							
26	5.0% CPI factor (max).							
27								
28		Weekly lbs		Monthly Cost	Future			
29	Disposal cost	37 SW	\$ 2.97	\$ 2.97				
30		7 YW	\$ 0.46	\$ 0.46				
31		2 Rcy	\$ 0.34	\$ 0.65				
32	Total monthly disposal cost		\$ 3.76	\$ 4.07				
33								
34	Recycling processing to increase to \$150.00 per ton							

PROFORMA															ATTACHMENT 3
SCENARIO 1A: 5 year contract with \$2.50 rate stabilizer end year 5 +CPI															
REL Residential Rate Structure & Commercial front load															
	Current	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13	Year 14	
	1/1/2024-9/30/2024	10/1/2024-9/30/2025	10/1/2025-9/30/2026	10/1/2026-9/30/2027	10/1/2027-9/30/2028	10/1/2028-9/30/2029	10/1/2030-9/30/2031	10/1/2031-9/30/2032	10/1/2032-9/30/2033	10/1/2033-9/30/2034	10/1/2034-9/30/2035	10/1/2035-9/30/2036	10/1/2036-9/30/2037	10/1/2037-9/30/2038	
Fund Summary															
Revenues	\$ 2,571,252.00	3,089,090	3,365,694	3,656,539	3,961,716	4,208,442	4,467,504	4,739,519	5,025,135	5,325,032	5,639,924	5,970,560	6,317,728	6,682,254	
Expenses	\$ 1,048,012.24	1,176,919	1,311,031	1,450,560	1,595,725	1,746,754	1,817,889	1,891,933	1,969,005	2,049,230	2,132,737	2,219,661	2,310,142	2,404,328	
Surplus (Deficit)	\$ 1,523,239.76	1,912,171	2,054,663	2,205,979	2,365,991	2,461,688	2,649,615	2,847,586	3,056,130	3,275,802	3,507,187	3,750,899	4,007,586	4,277,926	
Fund Balance - Beg	\$ 3,158,283.00	4,681,523	6,593,694	8,648,557	10,854,535	13,220,526	15,682,214	18,331,829	21,179,415	24,235,545	27,511,347	31,018,534	34,769,433	38,777,018	
Fund Balance - End	\$ 4,681,522.76	6,593,694	8,648,557	10,854,535	13,220,526	15,682,214	18,331,829	21,179,415	24,235,545	27,511,347	31,018,534	34,769,433	38,777,018	43,054,944	
Revenues															
Initial Monthly Resi Customer Rate	25.01	25.01	28.76	32.70	36.83	41.18	44.23	47.45	50.82	54.36	58.08	61.98	66.08	70.38	
Rate Stabilizer	-	2.50	2.50	2.50	2.50	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	
CPI Capped at 5%	-	26.26	30.20	34.33	38.68	43.23	46.45	49.82	53.36	57.08	60.98	65.08	69.38	73.90	
Revised Monthly Customer Rate	25.01	28.76	32.70	36.83	41.18	44.23	47.45	50.82	54.36	58.08	61.98	65.08	69.38	74.90	
x # Resi Customer Accounts (1)	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	
Commercial Customers	995														
= Monthly Residential Revenue	102,416	117,774	133,900	150,833	168,612	181,138	194,290	208,099	222,599	237,824	253,810	270,596	288,221	306,727	
= Monthly Commercial Revenue \$7.66 PCY 1 & 4s=\$9.50 PCY	111,930	136,817	145,797	153,045	160,698	168,732	177,169	186,027	195,329	205,095	215,350	226,118	237,423	249,255	
Annualize	12	12	12	12	12	12	12	12	12	12	12	12	12	12	
Annual Billing Revenue	2,572,151	3,079,090	3,355,694	3,646,539	3,951,716	4,198,442	4,457,504	4,729,519	5,015,135	5,315,032	5,629,924	5,960,560	6,307,728	6,672,254	
Com'l Franchise & Recycle Rev (Est)															
Interest (Estimate)	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Total Revenue	2,572,151	3,089,090	3,365,694	3,656,539	3,961,716	4,208,442	4,467,504	4,739,519	5,025,135	5,325,032	5,639,924	5,970,560	6,317,728	6,682,254	
% increase annually		20.10%	8.95%	8.63%	8.35%	6.23%	6.16%	6.09%	5.97%	5.91%	5.86%	5.81%	5.77%		
Expenses															
Monthly Collection Rate	19.31	19.31	21.83	24.46	27.18	30.02	32.97	34.29	35.66	37.09	38.57	40.12	41.72	43.39	
Estimated CPI Factor	4.09%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%	
CPI Increase Amount	0.77	0.77	0.87	0.98	1.09	1.20	1.32	1.37	1.43	1.48	1.54	1.60	1.67	1.74	
Automatic rate skipup	1.75	1.75	1.75	1.75	1.75	1.75	-	-	-	-	-	-	-	-	
Revised Monthly Collection Rate	19.31	21.83	24.46	27.18	30.02	32.97	34.29	35.66	37.09	38.57	40.12	41.72	43.39	45.12	
Passthrough (Disposal)	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	
Customer Service Fee	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Franchise Fee	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Storm Reserve Fee included in B 15	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Monthly Expense/Customer	19.31	21.83	24.46	27.18	30.02	32.97	34.29	35.66	37.09	38.57	40.12	41.72	43.39	45.12	
x # Residential Customer Accounts	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	4,095	
= Monthly Expenses	79,074	89,404	100,146	111,318	122,937	135,021	140,422	146,039	151,880	157,955	164,274	170,844	177,678	184,785	
Annualize	12	12	12	12	12	12	12	12	12	12	12	12	12	12	
Subtotal Annual Expenses	948,893	1,072,844	1,201,753	1,335,818	1,475,246	1,620,251	1,685,061	1,752,463	1,822,562	1,895,464	1,971,283	2,050,134	2,132,139	2,217,425	
Annual commercial contractor cost	99,119	104,075	109,279	114,742	120,480	126,504	132,829	139,470	146,444	153,766	161,454	169,527	178,003	186,903	
Total Expenses	1,048,012	1,176,919	1,311,031	1,450,560	1,595,725	1,746,754	1,817,889	1,891,933	1,969,005	2,049,230	2,132,737	2,219,661	2,310,142	2,404,328	
(1) Increase projected at 0 new customers per year to year 4, 095 per year thereafter.															
General Fund Income															
Customer Service Fee Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Franchise Fee Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Income to General Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Storm Reserve Fund Income															
Storm Reserve Fee	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Cumulative Balance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Rate Components															
Collection	13.51	16.69	20.02	23.52	27.20	31.06	35.11	39.36	43.83	48.52	53.45	58.62	64.05	69.76	
Disposal	4.71	4.71	4.71	4.71	4.71	4.71	4.71	4.71	4.71	4.71	4.71	4.71	4.71	4.71	
Fuel 4% annual increase	1.47	1.53	1.59	1.65	1.72	1.79	1.86	1.93	2.01	2.09	2.18	2.26	2.35	2.45	
Total collection cost	19.69	22.92	26.32	29.88	33.63	37.56	41.69	46.01	50.55	55.33	60.34	65.60	71.12	76.92	
Franchise Fee	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
CPI increase capped at 5%	5.32	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	
Rate Stabilizer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Residential Customer Rate	25.01	28.76	32.70	36.83	41.18	45.73	49.95	52.32	55.86	59.58	63.48	67.58	71.88	76.40	
% Increase in Customer Rate		15.0%	13.7%	12.6%	11.8%	11.1%	7.0%	6.9%	6.8%	6.7%	6.6%	6.5%	6.4%	6.3%	
Includes processing fee of \$78.00 per ton	38 per units														
Year 2 processing fee of \$150.00	73 per unit														
Commercial Revenue															
YR 2 increase by \$2.50 PCY															
YR 3-13 increase by 5% CPI PCY															
Residential monthly collection rate															
Collection Automatic stepup ends CPI only capped at 5%															
Customer Automatic stepup adjust to \$1.00															
Line 62 collection cost to the city															

Waste Pro Pricing Sheets											
COMMERCIAL CONTAINERS											
Oct-23											
CU YD	PU/WEEK	DECEMBER 2023 # of Billed Units	CURRENT WASTE PRO RATE TOTAL	Monthly cubic yards	December Cost	Waste Pro Rate to the City @ \$9.50 PCY other / .67	New Rate to City Customer / .67	New Rate to City Customer straight 33% markup	Current Customer Rate	December Revenue	
2 YARD	1	76	\$74.46	8.66	\$ 5,658.96	\$ 82.27	\$ 122.79	\$ 109.42	79.92	\$ 6,073.92	
	2	22	\$148.91	17.32	\$ 3,276.02	\$ 164.54	\$ 245.58	\$ 218.84	159.84	\$ 3,516.48	
	3	25	\$223.39	25.98	\$ 5,584.75	\$ 246.81	\$ 368.37	\$ 328.26	239.76	\$ 5,994.00	
	4	0	\$297.85	34.64	\$ -	\$ 329.08	\$ 491.16	\$ 437.68	319.68	\$ -	
	5	0	\$372.32	43.30	\$ -	\$ 411.35	\$ 613.96	\$ 547.10	399.6	\$ -	
	6	0	\$446.73	51.96	\$ -	\$ 493.62	\$ 736.75	\$ 656.51	479.52	\$ -	
	XPU		\$18.42	27.49	\$ -	\$ 27.49	\$ 41.03	\$ 36.57	19.98	\$ -	
4 YARD	1	71	\$132.65	17.32	\$ 9,418.15	\$ 164.54	\$ 245.58	\$ 218.84	159.84	\$ 11,348.64	
	2	25	\$265.28	34.64	\$ 6,632.00	\$ 329.08	\$ 491.16	\$ 437.68	319.68	\$ 7,992.00	
	3	11	\$397.95	51.96	\$ 4,377.45	\$ 493.62	\$ 736.75	\$ 656.51	479.52	\$ 5,274.72	
	4	4	\$530.62	69.28	\$ 2,122.48	\$ 658.16	\$ 982.33	\$ 875.35	639.36	\$ 2,557.44	
	5	0	\$664.05	86.60	\$ -	\$ 822.70	\$ 1,227.91	\$ 1,094.19	799.2	\$ -	
	6	0	\$797.52	103.92	\$ -	\$ 987.24	\$ 1,473.49	\$ 1,313.03	959.04	\$ -	
	XPU		\$32.73	48.85	\$ -	\$ 48.85	\$ 72.91	\$ 64.97	39.96	\$ -	
6 YARD	1	21	\$219.24	25.98	\$ 4,604.04	\$ 246.81	\$ 368.37	\$ 328.26	239.76	\$ 5,034.96	
	2	11	\$430.85	51.96	\$ 4,739.35	\$ 493.62	\$ 736.75	\$ 656.51	479.52	\$ 5,274.72	
	3	15	\$646.31	77.94	\$ 9,694.65	\$ 740.43	\$ 1,105.12	\$ 984.77	719.28	\$ 10,789.20	
	4	1	\$861.74	103.92	\$ 861.74	\$ 987.24	\$ 1,473.49	\$ 1,313.03	959.04	\$ 959.04	
	5	1	\$1,077.17	129.90	\$ 1,077.17	\$ 1,234.05	\$ 1,841.87	\$ 1,641.29	1198.81	\$ 1,198.81	
	6	0	\$1,292.59	155.88	\$ -	\$ 1,480.86	\$ 2,210.24	\$ 1,969.54	1438.56	\$ -	
	XPU		\$47.29	70.58	\$ -	\$ 70.58	\$ 105.35	\$ 93.87	59.94	\$ -	
8 YARD	1	18	\$292.17	34.64	\$ 5,259.06	\$ 329.08	\$ 491.16	\$ 437.68	319.68	\$ 5,754.24	
	2	14	\$584.34	69.28	\$ 8,180.76	\$ 658.16	\$ 982.33	\$ 875.35	639.36	\$ 8,951.04	
	3	5	\$876.47	103.92	\$ 4,382.35	\$ 987.24	\$ 1,473.49	\$ 1,313.03	959.04	\$ 4,795.20	
	4	1	\$1,168.61	138.56	\$ 1,168.61	\$ 1,316.32	\$ 1,964.66	\$ 1,750.71	1278.72	\$ 1,278.72	
	5	0	\$1,460.77	173.20	\$ -	\$ 1,645.40	\$ 2,455.82	\$ 2,188.38	1598.4	\$ -	
	6	10	\$1,752.90	207.84	\$ 17,529.00	\$ 1,974.48	\$ 2,946.99	\$ 2,626.06	1918.08	\$ 19,180.80	
	XPU		\$69.80	104.18	\$ -	\$ 104.18	\$ 155.49	\$ 138.56	79.92	\$ -	
Commercial Toters	2	2	\$33.74		\$ 67.48	\$ 50.36	\$ 75.16	\$ 66.98	34.39	\$ 68.78	
HOLLY HILL RESIDENTIAL ROLL-OFF (Plus Disposal straight Pass through)											
Oct-23											
			Per Haul								
20YD		52	\$255.39	\$ 13,280.28	\$ 381.18				258.19	\$ 13,425.88	
30YD		0	\$255.39	\$ -	\$ 381.18				258.19	\$ -	
40YD		0	\$255.39	\$ -	\$ 381.18				258.19	\$ -	
HOLLY HILL COMMERCIAL ROLL-OFF (Plus Disposal straight pass through)											
Oct-23											
			Per Haul								
20YD		25	\$255.39	\$ 6,384.75	\$ 381.18				258.19	\$ 6,454.75	
30YD		0	\$255.39	\$ -	\$ 381.18				258.19	\$ -	
40YD		0	\$255.39	\$ -	\$ 381.18				258.19	\$ -	
RESIDENTIAL COMPONENT UNITS											
Oct-23											
			TOTAL								
Refuse			\$13.17	\$ -					17.05	\$ -	
Yard Waste			\$4.17	\$ -					5.40	\$ -	
Recycling			\$1.99	\$ -					2.56	\$ -	
Combined Rate		3987	\$19.31	\$ 76,988.97					25.01	\$ 99,714.87	
HOLLY HILL RESIDENTIAL											
Oct-23											
Residential Cart			\$19.31	\$ -	\$ 28.82				25.01	\$ -	
Residential Additional Cart			\$19.31	\$ -	\$ 28.82				25.01	\$ -	
Bulk Additional Cubic Yard collected			\$6.29	\$ -	\$ 9.39				8.30	\$ -	
White Good collected			\$6.29	\$ -	\$ 9.39				8.30	\$ -	
OTHER MISCELLANEOUS CHARGES											
Oct-23											
Locking Lids		30	\$12.41	\$ 372.30	\$ 18.52				15.05	\$ 451.50	
				\$ 191,661.74						\$ 226,089.71	
Landfill Rev											
			7,578.54						December	Current Rates	
									Revenue	\$ 233,668.25	
									Less WP	\$ (191,661.74)	
									Gross Inc	\$ 42,006.51	
									Other Exp	\$ (52,625.00)	
									Operating Income	\$ (10,618.49)	