

City of Shakopee: Trash DISPOSAL Options and Rate Adjustment

1) Disposal Site Rate Increase

A newly-enforced Minnesota State law requires garbage from City contracts to be "processed" rather than simply landfilled. The processing center that we use for the City of Shakopee's trash was called Resource Recovery Technologies in Newport, MN. That facility was purchased a year ago by Washington and Ramsey Counties. Now they have announced that they are raising the rate for disposal of trash from approximately \$70.00 per ton to approximately \$115.00 per ton. These rates include the cost of hauling it to this site.

Current Washington/Ramsey County Waste Processing Rate: \$70.00 per ton

Their New Disposal Rate: \$115.00 per ton

In order to continue to comply with the law, we propose to take the City's Trash to the Great River Energy Processing Facility in Elk River. That rate for disposal there will only be \$98.00 per ton. This rate includes the cost to haul the trash as well. If we haul the trash to Elk River, the rate will increase by only \$28.00 a ton (compared to \$45 per ton for the Washington/Ramsey site). Since the average household produces 1 ton of trash per year, the rate increase will be \$28.00 per year, or \$2.34 per month, per household.

2) Contract Rate Increase Provision

The waste services contract between the City of Shakopee and Republic Services allows for an annual rate adjustment for the CPI (Consumer Price Index). The Year-Over-Year CPI rate is 1.9%. This increase would only be .16 cents per household.

Totals Summary

The adjustments would be \$2.34 for the disposal increase and \$.16 for the hauling portion--a total of \$2.50 per month, per household.

City of Shakopee 2017 Trash Services Monthly Rate Increase Outline				
June 1, 2016 to May 31, 2017				
	Service Cart Size	35 Gallon	65 gallon	95 gallon
Monthly Trash Rate		\$7.57	\$9.76	\$11.92
	Pickup Portion	\$4.49	\$4.49	\$4.49
	Disposal Portion	\$3.08	\$5.72	\$7.43
Recycling Monthly Rate		\$2.58	\$2.58	\$2.58
Total Monthly Rate (less taxes)		\$10.15	\$12.34	\$14.50
June 1, 2017 to May 31, 2018				
	Service Cart Size	35 Gallon	65 gallon	95 gallon
Monthly Trash Rate		\$10.07	\$12.71	\$14.42
	Pickup Portion	\$4.65	\$4.65	\$4.65
	Disposal Portion	\$5.42	\$8.06	\$9.77
Recycling Monthly Rate		\$2.58	\$2.58	\$2.58
Total Monthly Rate (less taxes)		\$12.65	\$15.29	\$17.00

← \$.16 per month increase

← \$2.34 per month increase