

Solid Waste Fee

CORAL
GABLES
THE CITY BEAUTIFUL

Solid Waste Services

- Services provided each week:
 - 2 Garbage pick-ups
 - 1 Recycle pick-up
 - 1 Trash pick-up
- Up to 208 pick-ups each year
- Proposed regular fee is \$898 per single family unit
 - Approximately \$4.32 per pick-up
- Current general fund subsidy of approximately 28%

Solid Waste Billings

- Prior to FY2015 residents could make one early payment and receive a discount, or pay quarterly and pay the regular fee.
- In FY2015, due to over \$3M in past due collections, the City moved collection to the County tax bill but still allowed residents to pay early and receive a discount.

Solid Waste Collection History

- Prior to collection on the tax bill:
 - Approx. 30% of customers paid early
- After collection on the tax bill:
 - Approx. 72% of customers pay early.
- This resulted in approximately \$600,000 less revenue each year since FY2016 that has not been recovered.

Recommendation

- Elimination of the early payment discount over the next three years
 - Current proposed regular rate: \$898.00
 - Current proposed discounted rate: \$766.00
 - Difference: \$132.00
 - Reduction over a 3-year period: \$44.00
 - FY 2021 Rate: \$810.00
 - FY 2022 Rate: \$854.00*
 - FY 2023 Rate: \$898.00*

*does not factor in future year pass-through or other necessary increases

Solid Waste Discount & Payment Shift

FY	Discount Percentage	Early Payment	Regular Payment	Difference in Revenue
2011	10%	29%	71%	N/A
2012	10%	30%	70%	N/A
2013	11%	30%	70%	N/A
2014	10%	31%	69%	N/A
2015	10%	33%	67%	N/A
2016	10%	29%	71%	N/A
2017	14%	73%	27%	\$ 582,309
2018	15%	72%	28%	\$ 583,040
2019	15%	72%	28%	\$ 598,741
2020	15%	72%	28%	\$ 617,932

Solid Waste Subsidy History

Fiscal Year	Revenue	Expense	Subsidy in Dollars	Subsidy by Percent	
FY11	7,700,000	9,972,940	(2,272,940)	22.79%	Pre Tax Bill 18% Average
FY12	8,004,600	9,986,548	(1,981,948)	19.85%	
FY13	8,000,000	9,673,468	(1,673,468)	17.30%	
FY14	8,240,000	9,881,346	(1,641,346)	16.61%	
FY15	8,466,000	10,059,817	(1,593,817)	15.84%	
FY16	8,560,000	10,331,267	(1,771,267)	17.14%	Post Tax Bill 24% Average
FY17	8,722,640	10,984,917	(2,262,277)	20.59%	
FY18	8,484,000	10,890,110	(2,406,110)	22.09%	
FY19	8,565,000	12,356,783	(3,791,783)	30.69%	
FY20	8,665,000	11,987,525	(3,322,525)	27.72%	
FY21	8,650,000	11,983,369	(3,333,369)	27.82%	
Proposed Reduction of Early Payment Discount:					
FY21	9,001,000	11,983,369	(2,982,369)	24.89%	*
FY22	9,352,000	12,223,036	(2,871,036)	23.49%	*
FY23	9,703,000	12,467,497	(2,764,497)	22.17%	*
*Reduces early payment by \$44 each year (assumes 2% increase in exp)					

Solid Waste Fee History

FY	Early Payment		Regular Payment		Reason for Increase
	Fee	\$ Inc	Fee	\$ Inc	
2011	\$ 685	\$ -	\$ 760	\$ -	No change
2012	\$ 690	\$ 5	\$ 768	\$ 8	Disposal Fee Increase pass through \$59K
2013	\$ 694	\$ 4	\$ 776	\$ 8	Disposal Fee Increase pass through \$52K
2014	\$ 715	\$ 21	\$ 796	\$ 20	Disposal Fee Increase pass through \$140K & Incinerator Site Debt Service \$100K
2015	\$ 729	\$ 14	\$ 812	\$ 16	Disposal Fee Increase pass through \$46K; Temp Worker Contract Adjustment \$67K; Other Operating Expenses \$53K
2016	\$ 729	\$ -	\$ 812	\$ -	No change
2017	\$ 743	\$ 14	\$ 869	\$ 57	Disposal Fee Increase pass through \$163K; Tax Bill Discount and County Collection Fees \$300k
2018	\$ 750	\$ 7	\$ 878	\$ 9	Disposal Fee Increase pass through \$84K
2019	\$ 756	\$ 6	\$ 886	\$ 8	Disposal Fee Increase pass through \$68K
2020	\$ 762	\$ 6	\$ 894	\$ 8	Disposal Fee Increase pass through \$65K
2021	\$ 810	\$ 48	\$ 898	\$ 4	Disposal Fee Increase pass through \$33K; Reduction of Early Payment Discount \$351k

Questions?

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