

**Recology San Francisco
Tipping Fee Methodology**

<u>Projected Costs</u>		A
OR eligible expenses	\$	128,124,828
Profit on OR-eligible expenses (91% OR)	\$	12,671,686
Non-OR eligible expenses (pass throughs)	\$	15,820,284
Zero Waste Incentives (additional 2% OR)	\$	3,163,967
Total Expenses	\$	159,780,765
		E = (A+B+C+D)

<u>Projected Revenues</u>		F	G	H
Recycling Revenues	\$	20,694,477		
Other Commercial Revenues	\$	2,339,558		
Total Revenues	\$	23,034,035		

<u>Net Revenue Needed is Equal To:</u>		I = (E-H)
Expenses Minus Applied Revenues	\$	136,746,730

<u>Divide By:</u>		J
Revenue Tons		734,597

<u>Equals:</u>		K = (I/J)
Tipping Charge	\$	186.15

Source: 2017 Rate Application, RSF Schedule B Rate Calculation