

2017 Rate Calculation -- Impact of Trash Premium

Director's Hearing, May 3, 2017

Recology Proposal (Exhibit #58, includes post-filing changes)

	RY 2018	RY 2019	RY 2020	RY 2021
Revenue at current rates	264,280,618	307,628,674	320,713,160	320,713,160
Excess volume trash premium	-	-	-	-
Total revenues before rate adjustment	264,280,618	307,628,674	320,713,160	320,713,160
Revenue requirement	324,964,140	324,964,140	324,964,140	324,964,140
Zero Waste Incentive rebate	(11,587,896)			
Special Reserve Fund rebate	(2,500,000)	(2,500,000)	(2,500,000)	
RY17 ZWI for Recycle Central	(3,247,570)			
20-gallon trash credit		(1,750,980)	(1,750,980)	(1,750,980)
Net revenue requirement	307,628,674	320,713,160	320,713,160	323,213,160
Change (\$)	43,348,056	13,084,486	-	2,500,000
Increase (%)	16.40%	4.25%	0.00%	0.78%
				21.44%

Required Rate Increase with Trash Premium Revenue and Extended Transition Credit

	RY 2018	RY 2019	RY 2020	RY 2021
Revenue at current rates	264,280,618	306,778,674	321,614,140	319,863,160
Excess volume trash premium	850,000	850,000	850,000	850,000
Total revenues before rate adjustment	265,130,618	307,628,674	322,464,140	320,713,160
Revenue requirement	324,964,140	324,964,140	324,964,140	324,964,140
Zero Waste Incentive rebate	(11,587,896)			
Special Reserve Fund rebate	(2,500,000)	(2,500,000)	(2,500,000)	
RY17 ZWI for Recycle Central	(3,247,570)			
20-gallon trash credit			(1,750,980)	(1,750,980)
Net revenue requirement	307,628,674	322,464,140	320,713,160	323,213,160
Change (\$)	42,498,056	14,835,466	(1,750,980)	2,500,000
Increase (%)	16.03%	4.82%	-0.54%	0.78%
				21.09%