RESOLUTION NUMBER R-297887 ADOPTED ON APRIL 28, 2003

A RESOLUTION RAISING THE CITY'S SOLID WASTE FRANCHISE FEES AND SOLID WASTE DISPOSAL FEES, AND CLOSING THE CITY'S FRANCHISE APPLICATION PROCESS.

WHEREAS, on June 17, 2002, by Resolution No. R-296671, the City Council increased the franchise fees for Class I and Class II franchisees of the City's Non-Exclusive Solid Waste Management Franchise system by \$1.00 per ton; and

WHEREAS, economic indicators justify a further increase in the franchise fees; and WHEREAS, the franchise system is working effectively and competition amongst existing franchisees is providing San Diego's business community with high quality service at competitive rates, such that awarding additional franchises would not prove beneficial at this time; and

WHEREAS, given the above information, in order for the City to maintain the current cost relationship between waste which is "self-hauled" to the Miramar Landfill and waste delivered by a franchisee, it is necessary to increase the standard disposal fee for waste generated within the City; and

WHEREAS, the standard disposal fee charged by two other landfills within San Diego
County has been increased, creating an economic incentive to deliver waste generated outside
City limits to the Miramar Landfill, a practice which should be discouraged; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, as follows:

1. That, effective July 1, 2003, the franchise fee for Class I franchisees of the City's

Non-Exclusive Solid Waste Management Franchise system is hereby increased by \$1.00 per ton

to \$11.00 per ton and the franchise fee for Class II franchisees of the City's Non-Exclusive Solid

Waste Management Franchise system is hereby increased by \$1.00 per ton to \$12.00 per ton.

2. That the City's franchise application process shall remain closed and the City shall

not award additional Non-Exclusive Solid Waste Management Franchises at this time.

3. That the City of San Diego Fee Schedule and Regulations for the Miramar Landfill,

adopted by Resolution No. R-296671 on June 17, 2002 and set forth in Attachment 1 to City

Manager Report No. 02-141, is hereby amended by increasing the Standard Disposal Fee for

both General Refuse and Construction and Demolition waste generated within the City by \$1.00

per ton to \$28.00 per ton and by increasing the Standard Disposal Fee for General Refuse and

Construction and Demolition waste generated outside the City by \$3.00 per ton to \$34.00 per ton,

both effective May 1, 2003.

4. That the matter of franchise limitation is hereby referred to the Natural Resources &

Culture Committee for discussion, with the Environmental Services Department to provide a

status report on the matter.

APPROVED: CASEY GWINN, City Attorney

Grace C. Lowenberg

Deputy City Attorney

GCL:mb

04/07/03

05/05/03 Rev.

Or.Dept:ESD

Aud.Cert:N/A

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