

## The Proposed Fee Worksheet,

1. There are three columns for “**adjustment factors**”. The adjustment factors will be a percent of the amount in unit fee column.
  - a. Annual example: If the residential service base bundled rate is \$10.00 a month and a 2.5% annual escalation is being proposed, then insert 2.5 in that column.
  - b. Ten year example: For the \$10 and 2.5% assumption again, if a cost reduction is being proposed for the longer ten year term such as 1.5%, then insert -1.5 in that column. So for year two with a ten year discount, the monthly rate would be  $(10.00 \times 1.025 \times (1.0 - 0.015)) = \$10.10$ . Please use Proposal Form 14 for other options such as a lower initial rate and or companion annual and the longer term adjustment factors.
  - c. FEL Recycling: If the per each trash collection rate for a 3yd container is \$25.00 and the 3yd recycle collection rate is proposed to be 10% more, then insert 10 in that column. The per trip recycle collection rate would be  $25.00 \times 1.1 = \$27.50$
2. The intent for both **front load** or **open top** containers for both Apartment and City facilities is that the City will be billed based on the frequency of each waste collection. The unit costs for each waste collection must include all the service provider’s overhead including travel, container maintenance, etc.