

RESIDENTIAL CURBSIDE COLLECTION FRANCHISE RENEWAL REVIEW

Planning and Sustainability Commission June 13, 2017



Bureau of Planning and Sustainability Innovation. Collaboration. Practical Solutions.



Residential Franchise System





Franchise Agreement Establishes...

- Haulers must follow administrative rules
- Franchise service territories
- Annual rate review methodology
- 5% franchise fee
- 9.5% target operating margin
- Process for forfeiture and renewal





Franchise Renewal

- Ten year agreement (expires 2023)
- Mid-term review provides option to renew





Guiding Principles

- Advance Climate Action Plan goals
- Ensure cost-effective, safe, and environmentally sound operations
- Provide exemplary customer service
- Develop a resilient and equitable system



Next Steps

| August 2 | City Council franchise renewal review launch |
|----------|--|
| October | PSC update |
| November | Draft report at PSC (hearing) |
| January | Final report to City Council |



