ORDINANCE No. 189816

* Revise residential solid waste and recycling collection rates and charges, effective February 1, 2020 (Ordinance; amend Code Chapter 17.102)

The City of Portland Ordains:

Section 1. The Council finds:

- 1. On October 2, 1991, the City Council granted residential solid waste, recycling and yard debris collection franchises in the City of Portland to introduce service and implement standards and rates to encourage increased recovery of recyclable material from the waste stream (Ordinance No. 164701).
- 2. On November 7, 2018, Council renewed the residential franchise system for a twelve-year term (Ordinance No. 189242).
- 3. As specified by Section 8 of the franchise, the Bureau of Planning and Sustainability's (BPS) Solid Waste and Recycling Program conducted an annual rate review during the spring of 2019 to evaluate the cost of providing collection services, based on actual data on costs and management operations.
- 4. The rate review demonstrated that the cost of providing collection services had increased, in part due to costs associated with the surcharge for the Portland Clean Energy Community Benefits Fund (Clean Energy Surcharge).
- 5. On May 29, 2019, Council adopted higher residential garbage and recycling collection rates that took effect July 1, 2019 (Ordinance No. 189534).
- 6. On December 12, 2019, Council modified the Clean Energy Surcharge to allow a deduction for revenue received by franchisees for providing residential collection services (Ordinance No.189794).
- 7. The new Clean Energy Surcharge deduction reduces the cost of providing residential collection services.
- 8. BPS staff recommend reducing rates to both remove the costs associated with the Clean Energy Surcharge and compensate customers for the amounts already paid toward the Clean Energy Surcharge through the rates.
- 9. BPS staff recommend that the Council approve the proposed amendments to the residential rate schedule, as set forth in Exhibit A to this Ordinance.

NOW, THEREFORE, the Council directs:

- a. City Code Chapter 17.102 shall be amended by deleting the existing Figure 6, *Residential Solid Waste and Recycling Rates,* and replacing it with the new Figure 6 in Exhibit A.
- b. The rates identified in Exhibit A shall be effective on and after February 1, 2020.

Section 2. The Council declares that an emergency exists because new rates must take effect February 1, 2020; therefore, this ordinance shall be in full force and effect from and after its passage by the Council.

Passed by the Council: JAN 08 2020

Mayor Ted Wheeler Prepared by: Arianne Sperry Date Prepared: December 3, 2019 Mary Hull Caballero Auditor of the City of Portland By 7

Deputy

Agenda No. ORDINANCE NO. 189816

Title

Revise residential solid waste and recycling collection rates and charges, effective February 1, 2020 (Ordinance; amend Code Chapter 17.102)



FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz	-	
2. Fish	2. Fish		
3. Hardesty	3. Hardesty	~	
4. Eudaly	4. Eudaly	~	
Wheeler	Wheeler	~	
	2. Fish 3. Hardesty 4. Eudaly	1. Fritz 1. Fritz 2. Fish 2. Fish 3. Hardesty 3. Hardesty 4. Eudaly 4. Eudaly	YEAS 1. Fritz 2. Fish 3. Hardesty 4. Eudaly