

**FIFTEENTH AMENDMENT CONSOLIDATED  
SOLID WASTE COLLECTION  
FRANCHISE AGREEMENT FOR THE UNINCORPORATED FORTUNA/FERNDALE,  
HOLMES/REDCREST, WEOTT/MYERS FLAT AND GARBERVILLE AREAS OF  
HUMBOLDT COUNTY**

This Fifteenth Amendment to the Consolidated Solid Waste Collection Franchise Agreement for the Unincorporated Fortuna/Ferndale, Holmes/Redcrest, Weott/Myers Flat and Garberville Areas of Humboldt County dated April 26, 2011, by and between the County of Humboldt, a political subdivision of the State of California, hereinafter referred to as "COUNTY," and Recology Humboldt County, a California corporation, hereinafter referred to as "CONTRACTOR," shall be effective as of July 1, 2023.

**RECITALS**

WHEREAS, on April 26, 2011, COUNTY and CONTRACTOR entered into a Solid Waste Collection Franchise Agreement for the handling and disposal of solid waste and recyclables in the unincorporated Garberville area of Humboldt County ("Franchise Agreement"), for the period of July 1, 2011 to December 31, 2020; and

WHEREAS, COUNTY and CONTRACTOR subsequently amended the Franchise Agreement fourteen (14) times, by amendments having effective dates of July 1, 2011; January 1, 2012; July 1, 2012; July 1, 2013; July 1, 2014; July 1, 2015; July 1, 2016; July 1, 2017; July 1, 2018; September 1, 2018; July 1, 2019; July 1, 2020; July 1, 2022; and July 1, 2021; and

WHEREAS, the parties have agreed to extend the term until December 31, 2035.

WHEREAS, as part of the July 1, 2018 amendment, COUNTY and CONTRACTOR amended the Franchise Agreement to include the Fortuna/Ferndale, Holmes/Redcrest and Weott/Myers Flat franchise areas; and

WHEREAS, the Franchise Agreement and California law allow for the adjustment of the Maximum Service Rates which may be charged by CONTRACTOR for the handling and disposal of solid waste and provision of curbside recycling services pursuant to the Franchise Agreement, such as annual index-based adjustments, changes in the franchise fee and/or the recycling percentage or changes in disposal and/or processing costs; and

WHEREAS, the parties desire to amend the Franchise Agreement in order to adjust the Maximum Service Rates charged by CONTRACTOR for the handling and disposal of solid waste and recyclables pursuant to the Franchise Agreement; and

NOW THEREFORE, the parties mutually agree as follows:

1. The Maximum Service Rates which may be charged by CONTRACTOR pursuant to Section 14 of the Franchise Agreement shall be as shown in the modified version of Exhibit A – Maximum Service Rates, which is attached hereto and incorporated herein by reference. Such Maximum Service Rates shall supersede and replace all prior Maximum Service Rates set forth in the Franchise Agreement, and all previous amendments thereto, as of the effective date of this Fifteenth Amendment.
2. Except as modified herein, the Franchise Agreement dated April 26, 2011, as previously amended,

shall remain in full force and effect. In the event of a conflict between the provisions of this Fifteenth Amendment and the original Franchise Agreement, or any prior amendments thereto, the provisions of this Fifteenth Amendment shall govern. Capitalized terms used, but not defined, herein shall have the meanings given to them in the Franchise Agreement.

[Signatures on Following Page]

IN WITNESS WHEREOF, the parties hereto have entered into this Fifteenth Amendment as of the last date indicated below.

**RECOLOGY HUMBOLDT COUNTY:**

By: Mark R. Lomela  
Mark R. Lomela  
President and Chief Financial Officer

Date: 6/15/2023

By: Cary Chen  
Cary Chen  
Senior Vice President, Chief Legal Officer  
and Corporate Secretary

Date: 6/15/2023

**COUNTY OF HUMBOLDT:**

By: Steve Madrone  
Steve Madrone - Chair  
Humboldt County Board of Supervisors

Date: 7/18/23

**INSURANCE CERTIFICATES APPROVED:**

By: Phillips, Amanda  
Digitally signed by Phillips, Amanda  
Date: 2023.07.07 08:26:47 -0700  
Risk Management

Date: 07/07/2023

**LIST OF EXHIBITS:**

Exhibit A – Maximum Service Rates

Exhibit A  
Maximum Service Rates  
For the Unincorporated Fortuna/Ferndale, Holmes/Redcrest,  
Weott/Myers Flat and Garberville Areas of Humboldt County  
Effective as of July 1, 2023

*(see separate sheet(s) attached)*

Recology South County Rate Application - Preliminary

**EXHIBIT A: GARBERVILLE, HOLMES, FORTUNA, FERNDALE, WEOTT, MYERS FLAT AREAS FRANCHISE RATES**  
EFFECTIVE JULY 1, 2023

Based on Tipping Fee of: \$ 179.72 per ton  
Based on RCY Processing Fee of: \$ 110.97 per ton

TYPE OF SERVICE	1	2	3	4	5	6	7	8
	LABOR	FUEL	NOS	COMBINED BASE RATE	DISPOSAL FEES	RCY & YW COSTS	<b>COMBINED RATE</b>	FREQUENCY OF SERVICE
	One cont.	One cont.	One cont.	One cont.	Actual	One cont.	<b>One cont.</b>	
	4.1% Increase	16.4% Increase	9.7% Increase	Labor+Fuel+NOS		4.5% of Base & Disposal		

**TABLE 1 Residential and Commercial Cart Rates**

20 Gallon Cart	\$ 9.94	\$ 1.22	\$ 6.13	\$ 17.29	\$ 8.56	\$ 1.17	\$ 27.02	Weekly
30 Gallon Cart	14.77	1.79	9.10	25.66	12.84	1.74	40.24	Weekly
40 Gallon Cart	18.86	2.27	11.45	32.58	17.12	2.24	51.94	Weekly
64 Gallon Cart	22.98	2.50	12.75	38.23	27.39	2.96	68.58	Weekly
96 Gallon Toter	29.93	3.14	16.08	49.15	38.51	3.95	91.61	Weekly
OCCASIONAL 30 Gal.	4.86	0.70	3.43	8.99	2.96	0.54	12.49	Per pick-up
20 Gallon Senior Rate	5.21	0.65	3.21	9.07	8.56	0.80	18.44	Weekly

**SPECIAL SERVICES:**

Extra Can on Service Day							6.85	Per pick-up
Overflowing Cart charge							6.85	Per occurrence

**TABLE 2 Commercial Bin Rates**

1.0 CY, 1 time per week	\$ 53.81	\$ 5.04	\$ 25.70	\$ 84.55	\$ 86.44	\$ 7.71	\$ 178.70	Weekly
1.5 CY, 1 time per week	75.73	7.59	38.69	122.01	129.66	11.35	263.02	Weekly
2.0 CY, 1 time per week	107.99	10.14	51.67	169.80	172.87	15.46	358.13	Weekly
3.0 CY, 1 time per week	146.66	12.88	65.73	225.27	259.31	21.86	506.44	Weekly
4.0 CY, 1 time per week	185.29	15.63	79.74	280.66	345.75	28.26	654.67	Weekly
6.0 CY, 1 time per week	270.14	22.27	113.60	406.01	518.62	41.72	966.35	Weekly

**TABLE 3 Debris Box per Load Rates**

4 CY	\$ 55.59	\$ 26.42	\$ 13.07	\$ 95.08	\$ 79.79	\$ 7.89	\$ 182.76	Per Pickup to 0.50 T
15 CY	266.47	29.35	149.52	445.34	299.20	33.59	778.13	Per Pickup to 1.515 T
20 CY	298.00	30.36	154.69	483.05	398.94	39.79	921.78	Per Pickup to 2.02 T
30 CY	396.19	37.76	226.64	660.59	598.41	56.80	1,315.80	Per Pickup to 3.03 T
40 CY	494.37	45.16	230.14	769.67	797.88	70.72	1,638.27	Per Pickup to 4.04 T
Over-weight Charge					197.49		197.49	Per Ton over Limit
Compactor Rate (per Haul)	\$ 119.29	\$ 11.81	\$ 60.20	\$191.30	Disposal billed separately MSW/Ton	\$	191.30	Disposal billed separately includes FF
							197.49	

**EXHIBIT A: GARBERVILLE, HOLMES, FORTUNA, FERNDAL, WEOTT, MYERS FLAT AREAS FRANCHISE RATES**  
EFFECTIVE JULY 1, 2023

RCY/Ton 121.95 includes FF  
ORG/Ton 143.64 includes FF

**TABLE 4 CONTAINER RENTAL COSTS**

	Previous Rates		New Rates	
	Monthly	Weekly	Monthly	Weekly
1 YARD	\$ 22.04	\$ 8.23	\$ 23.88	\$ 8.92
2 YARD	27.57	8.23	29.87	8.92
3 YARD	27.57	8.23	29.87	8.92
4 YARD	33.16	8.23	35.93	8.92
6 YARD	38.56	8.23	41.78	8.92
15 YARD	41.32	22.04	44.77	23.88
20 YARD	55.13	27.57	59.74	29.87
40 YARD	55.13	27.57	59.74	29.87

**TABLE 5 CHARGES FOR SPECIAL SERVICES**

PER HOUR FOR ONE (1) MAN AND ONE (1) TRUCK:	\$	68.54	OR
PER CUBIC YARD PICKUP:	1.0 YD:	\$	39.77 PER YD.
REINSTATEMENT OF SERVICE	\$	25.00	
SPECIAL COLLECTION AFTER IMPROPER SET-OUT	\$	56.63	
WALK IN/PULL OUT SERVICE	per cart/month	\$	8.00
	per bin/month	\$	20.00
SPECIAL SERVICE FOR BULKY ITEMS & APPLIANCES:			
\$	73.01	PER STOP, PLUS "PASS-THROUGH" COST OF DISPOSAL OR RECYCLING	

**TABLE 5 RECYCLING SERVICE** \$ 6.40 per month

Rates not listed on Rate Sheets will increase at the following rates	
Residential	13.7%
MFD	16.5%
Comm'l	16.5%
Debris Box	14.1%
Service	8.4%
Recycling	8.8%
Green Waste	1.0%



GARBERVILLE, HOLMES, FORTUNA, FERNDALE, WEOTT, MYERS FLAT AREAS FRANCHISE RATES

**Recycling Processing Costs & Yard Waste Tip Fee Increase**

Rates Effective 7/1/2023

Fees Effective 7/1/2023

	<u>2021 Rates</u>	<u>2022 Rates</u>	<u>2023 Rates</u>
<b>Recycling Processing</b>			
Mid County	2,471	2,471	2,471
South County	1,117	1,117	1,117
<b>Total County</b>	<b>4,337</b>	<b>4,269</b>	<b>3,588</b>
South County Annual Tonnage	1,506	1,513	1,117
RCY Processing Fee	\$ 92.97	\$ 92.97	\$ 110.97
Annual RCY Processing Fees - South County	\$ 124,507	\$ 107,444	\$ 123,955
Franchise Fees 9%	12,314	10,626	12,259
<b>Total RCY Processing Fees for South County</b>	<b>\$ 136,821</b>	<b>\$ 118,070</b>	<b>\$ 136,214</b>
<b>Yard Waste Disposal</b>			
Mid County	986	986	986
South County	986	986	986
<b>Total County</b>	<b>926</b>	<b>900</b>	<b>986</b>
Yard Waste Disposal per Ton	\$ 130.71	\$ 130.71	\$ 130.71
South County YW Disposal Costs	\$ -	\$ -	\$ -
Amount included in rates @ \$49.00/ton	-	-	-
<b>Incremental Yard Waste Disposal</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Incremental RCY Processing and Yard Waste Disposal Costs to be Added to Rates</b>			
Total RCY Processing and Incremental Yard Waste Disposal	\$ 136,821	\$ 118,070	\$ 136,214
South County Annual Revenue	\$ 3,140,930	\$ 3,140,930	\$ 3,140,930
Prior RCY & YW Premium	(138,541)	(160,217)	(121,762)
Revenue excl RCY & YW Premium	<b>\$ 2,737,749</b>	<b>\$ 3,045,684</b>	<b>\$ 3,019,168</b>
<b>Annual RCY Processing and Incr. YW Disp. Premium</b>	<b>5,907%</b>	<b>3,587%</b>	<b>4.51%</b>

From annual report to HWMA

Recology Humboldt County  
**Cost of Living Indices**  
 EFFECTIVE JULY 1, 2023

Employee Cost Indexes - Total Compensation, Private Industry, Union, Svc. Providing Industry

Series ID: CIU201S0000005101

Index: Quarter 4 2022			161.3
Index: Quarter 4 2021			155.0
Change in Index:			6.3
% Change in Index	6.3 / 155	=	4.0645%

Weighted Average (Based on Base Rate Allocations) 0.3467

**Fuel Escalating Costs**

U.S. Department of Energy - Energy Information Administration - California On-Highway #2 Diesel Price

Index: December 2022			5.558
Index: December 2021			4.776
Change in Index:			0.782
% Change in Index	0.782 / 4.776	=	16.3735%

**Factor for Fuel Escalating Costs** 1.0000 + 0.1637 = 1.1637

Weighted Average (Based on Base Rate Allocations) 0.0937

**Other, N.O.S. Escalating Costs**

Producer Price Index - Industry Data , Waste Collection

Series ID: PCU5621--5621--

Index: December 2022			171.6
Index: December 2021			156.4
Change in Index:			15.2
% Change in Index	15.207 / 156.432	=	9.7212%

**Factor for Other Escalating Costs** 1.0000 + 0.0972 = 1.0972

Weighted Average (Based on Base Rate Allocations) 0.6432

Weighted Average Total - Applied to Base Rate and Processing 8.36%





Data extracted on: Friday, July 1, 2023 12:29:37 PM

**Employment Cost Index (NAICS)**

**Series Id:** CIU20150000001003000  
 Not seasonally adjusted  
**Series Title:** Total compensation for Private industry workers in Union, service-providing industries, index  
**Ownership:** Private industry workers  
**Component:** Total compensation  
**Occupation:** All occupations  
**Industry:** Service-providing  
**Subcategory:** Union  
**Area:** United States (National)  
**Periodicity:** Current dollar index number

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Year	Period	Estimate Value	Standard Error
2018	Qtr1	135.2	-NA
2018	Qtr2	140.7	-NA
2018	Qtr3	144.6	-NA
2018	Qtr4	142.8	-NA
2019	Qtr1	144.1	-NA
2019	Qtr2	144.7	-NA
2019	Qtr3	145.2	-NA
2019	Qtr4	146.2	-NA
2020	Qtr1	147.2	-NA
2020	Qtr2	148.8	-NA
2020	Qtr3	149.6	-NA
2020	Qtr4	150.2	-NA
2021	Qtr1	151.6	-NA
2021	Qtr2	152.4	-NA
2021	Qtr3	153.8	-NA
2021	Qtr4	155.0	-NA
2022	Qtr1	156.5	-NA
2022	Qtr2	157.9	-NA
2022	Qtr3	159.4	-NA
2022	Qtr4	161.3	-NA

B - Includes wages, salaries, and employer costs for employee benefits

H - See Footnote H on [www.bls.gov/eop/eop/emp/emp-laborer-footnotew.html](http://www.bls.gov/eop/eop/emp/emp-laborer-footnotew.html)

A - Dashes indicate data not available

Recology South County Rate Application - Preliminary

Data extracted on: February 13, 2023 (12:22:05 PM)

PPI Industry Data

**Series Id:** PCUS621-56214  
**Series Title:** PPI industry group data for Waste collection, not seasonally adjusted  
**Industry:** Waste collection  
**Product:** Waste collection  
**Base Date:** 200312

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2012	121.3	121.6	122.3	122.5	122.3	121.8	121.7	122.1	122.4	122.6	122.7	122.5
2013	123.3	123.5	123.8	124.0	123.5	123.6	123.3	124.5	124.8	124.8	124.9	124.7
2014	125.3	125.7	126.2	126.5	126.4	126.3	126.9	127.7	128.2	128.6	128.4	128.1
2015	128.2	128.2	128.7	128.9	128.5	128.0	127.7	128.6	128.7	128.9	129.6	128.3
2016	129.8	130.1	131.7	132.5	132.7	132.7	132.6	133.1	133.2	132.9	132.7	132.3
2017	132.7	133.2	133.8	134.9	134.9	134.9	135.1	135.5	135.7	137.2	137.0	137.0
2018	138.7	139.9	140.7	141.7	140.3	140.3	140.6	141.1	141.3	141.6	141.5	141.5
2019	142.3	142.9	145.5	145.8	144.8	144.3	144.7	145.3	145.6	145.9	146.2	146.2
2020	147.5	149.5	149.9	150.1	149.5	149.3	149.5	149.1	150.3	151.4	151.5	151.0
2021	151.9	153.3	155.3	155.5	154.4	152.7	153.663	154.175	154.763	156.163	156.273	156.432
2022	157.195	159.398	161.771	163.634	163.563	163.468	166.894	168.097	169.251(P)	171.255(P)	171.487(P)	171.639(P)

P: Preliminary. All indexes are subject to monthly revisions up to four months after original publication.

	Jan - Sept 2022	Oct - Dec 2022	Total 2022	Allocation %
Collection Revenues	\$ 2,335,297	\$ 805,633	\$ 3,140,930	
Operating Expenses Excluding Interest	9,822,221	3,554,561	13,376,782	
Disposal Expenses	(2,703,156)	(951,471)	(3,654,628)	
Operating Expenses Excluding Disposal	\$ 7,119,064	\$ 2,603,090	\$ 9,722,154	33.32%
Labor and Benefits	\$ 2,379,145	\$ 860,433	\$ 3,239,578	8.05%
Fuel	589,151	193,836	782,988	8.05%
Other NOS	4,150,768	1,548,821	5,699,589	58.62%
Operating Expenses Excluding Disposal	\$ 7,119,064	\$ 2,603,090	\$ 9,722,154	100.00%
Fortuna/Ferdale	\$ 1,285,507	\$ 446,464	\$ 1,731,972	
Garberville	1,014,577	349,851	1,364,428	
West	-	-	-	
Holmes	35,213	9,317	44,530	
Myers Flat	-	-	-	
Total South County Revenue	\$ 2,335,297	\$ 805,633	\$ 3,140,930	

Recology South County Rate Application - Preliminary

DISPOSAL RATES FOR VARIOUS CONTAINER SIZES

Size	Ton 1#/gal; 202#/yd	Redway Disposal Rate	Rate/container	Monthly Rate/ container	Rate/container with 9% fran.fee	Monthly rate/ container w 9%
		<b>S 179.72</b>				
20 Gallons	0.01	\$179.72	\$1.80	\$7.79	\$1.97	\$8.56
30 Gallons	0.015	\$179.72	\$2.70	\$11.68	\$2.96	\$12.84
40 Gallons	0.02	\$179.72	\$3.59	\$15.58	\$3.95	\$17.12
55 Gallons	0.0275	\$179.72	\$4.94	\$21.42	\$5.43	\$23.53
64 Gallons	0.032	\$179.72	\$5.75	\$24.92	\$6.32	\$27.39
90 Gallons	0.045	\$179.72	\$8.09	\$35.05	\$8.89	\$38.51
93 Gallons	0.0465	\$179.72	\$8.36	\$36.21	\$9.18	\$39.80
1.0 Cubic yard	0.101	\$179.72	\$18.15	\$78.66	\$19.95	\$86.44
1.5 Cubic Yards	0.1515	\$179.72	\$27.23	\$117.99	\$29.92	\$129.66
2.0 Cubic Yards	0.202	\$179.72	\$36.30	\$157.31	\$39.89	\$172.87
2.5 Cubic Yards	0.2525	\$179.72	\$45.38	\$196.64	\$49.87	\$216.09
3.0 Cubic Yards	0.303	\$179.72	\$54.46	\$235.97	\$59.84	\$259.31
4.0 Cubic Yards	0.404	\$179.72	\$72.61	\$314.63	\$79.79	\$345.75
5.0 Cubic Yards	0.505	\$179.72	\$90.76	\$393.29	\$99.73	\$432.18
6.0 Cubic Yards	0.606	\$179.72	\$108.91	\$471.94	\$119.68	\$518.62
10 Cubic Yards	1.01	\$179.72	\$181.52	\$786.57	\$199.47	\$864.37
12 Cubic Yards	1.212	\$179.72	\$217.82	\$943.89	\$239.36	\$1,037.24
14 Cubic Yards	1.414	\$179.72	\$254.12	\$1,101.20	\$279.26	\$1,210.11
15 Cubic Yards	1.515	\$179.72	\$272.28	\$1,179.86	\$299.20	\$1,296.55
18 Cubic yards	1.818	\$179.72	\$326.73	\$1,415.83	\$359.05	\$1,555.86
20 Cubic Yards	2.02	\$179.72	\$363.03	\$1,573.15	\$398.94	\$1,728.74
30 Cubic Yards	3.03	\$179.72	\$544.55	\$2,359.72	\$598.41	\$2,593.10
40 Cubic Yards	4.04	\$179.72	\$726.07	\$3,146.30	\$797.88	\$3,457.47