



Waste Management
172 98th Avenue
Oakland, CA 94603
(510) 430-8509
(510) 633-0106 Fax

February 14, 2012

Ms. Beth Pollard
City Administrator
City of Albany
1000 San Pablo Avenue
Albany, CA 94706

Dear Ms. Pollard:

Pursuant to Article 10 of the Collection Service Franchise Agreement between the City of Albany and Waste Management of Alameda County, Inc. (WMAC), WMAC requests an annual adjustment of the solid waste, recyclable and organics material rates effective May 1, 2012.

WMAC wishes to adjust the rates by 4.59%. The adjustment reflects the Refuse Rate Increase (RRI) mechanism as defined in Exhibit 2. Enclosed please find the proposed rates, the calculation method and a copy of the December CPI data used in the calculation.

Please respond with written confirmation when the Albany City Council approves the solid waste, recyclable and organics materials rate adjustment discussed above. Please contact me if I can help answer any questions regarding the enclosed materials or the rate adjustment process, at (510) 613-2833.

Sincerely,

Robert Angell
Director of Municipal Contract Compliance

City of Albany

Rate Adjustment effective 5/1/12

Item#	Category	Data Source	RRI Percentage Change	Item Weight	Weighted Percentage Change
1a	Labor Teamsters	Teamsters Local 70 Wages (based on CBA)	2.70%	31.21%	0.84%
1b	Labor Teamsters	Teamsters Local 70 H&W (based on CBA)	21.00%	6.96%	1.46%
1c	Labor Teamsters	Teamsters Local 70 Pension (based on CBA)	5.40%	5.84%	0.32%
2	Average Hourly Earnings	Series ID: ceu6056210008 Service-Producing Industries	-0.86%	10.94%	-0.09%
3	Diesel Fuel	Series ID: wpu057303 #2 Diesel Fuel	26.36%	3.60%	0.95%
4	Vehicle Replacemen t	Series ID: pcu336211336211 Truck, bus, car and other vehicle bodies, for sale separately	1.39%	5.62%	0.08%
5	Vehicle Maintenance	Series ID: pcu3339243339243 Parts and attachments for industrial work trucks	1.50%	2.07%	0.03%
6	CPI All Items	Series ID: cuura422sa0 Consumer Price Index, All Urban Consumers, All Items Bay Area	2.54%	11.30%	0.29%
7	Disposal	Disposal rate under the CITY's Disposal Service Agreement	3.19%	22.45%	0.72%
Total				100%	
Rate Adjustment Effective 5/1/12					4.59%

MAY 2012 RESIDENTIAL RATES

RATE INCREASE:

4.59%

	STANDARD	SENIOR DISCOUNT	PERCENT
10 GAL TOTER	16.99	3.40	20%
20 GAL TOTER	33.97	6.79	20%
32 GAL TOTER	38.04	7.61	20%
64 GAL TOTER	65.75	13.15	20%
96 GAL TOTER	93.45	18.69	20%

BACK YARD SERVICE	13.77
EXCESS GALLONS	1.04
ADDITIONAL BULKY YARDS	49.34

EXTRA PICK UP(On regular route day) 25%of monthly rate

10 GAL TOTER NA	
20 GAL TOTER NA	
32 GAL TOTER	9.51
64 GAL TOTER	16.44
96 GAL TOTER	23.36

SPECAIL PICK UP (Not on regular route day) 50%of monthly rate

10 GAL TOTER NA	
20 GAL TOTER NA	
32 GAL TOTER	19.02
64 GAL TOTER	32.88
96 GAL TOTER	46.73

MAY

2012 COMMERCIAL MSW RATES

RATE INCREASE: **4.59%**

COMMERCIAL MSW BINS				151.59	PER YARD	
FREQUENCY						
SIZE	1	2	3	4	5	6
1	151.59	303.18	454.77	606.36	757.95	909.54
1.5	227.39	454.77	682.16	909.54	1,136.93	1,364.31
2	303.18	606.36	909.54	1,212.72	1,515.90	1,819.08
3	454.77	909.54	1,364.31	1,819.08	2,273.85	2,728.62
4	606.36	1,212.72	1,819.08	2,425.44	3,031.80	3,638.16
6	909.54	1,819.08	2,728.62	3,638.16	4,547.70	5,457.24
7	1,061.13	2,122.26	3,183.39	4,244.52	5,305.65	6,366.78

COMMERCIAL MSW COMPACTORS				303.18	PER YARD	
FREQUENCY						
SIZE	1	2	3	4	5	6
1	303.18	606.36	909.54	1,212.72	1,515.90	1,819.08
1.5	454.77	909.54	1,364.31	1,819.08	2,273.85	2,728.62
2	606.36	1,212.72	1,819.08	2,425.44	3,031.80	3,638.16
3	909.54	1,819.08	2,728.62	3,638.16	4,547.70	5,457.24
4	1,212.72	2,425.44	3,638.16	4,850.88	6,063.60	7,276.32
6	1,819.08	3,638.16	5,457.24	7,276.32	9,095.40	10,914.48
7	2,122.26	4,244.52	6,366.78	8,489.04	10,611.30	12,733.56

COMMERCIAL MSW TOTERS				32.18	PER 32 GALLONS		
FREQUENCY							
RATE	SIZE	1	2	3	4	5	6
32.18	32	32.18	64.36	96.54	128.72	160.90	193.08
64.36	64	64.36	128.72	193.08	257.44	321.80	386.16
96.54	96	96.54	193.08	289.62	386.16	482.70	579.24

Multiple containers are multiplied by the 1 container rate.

EXTRA PICK UP(On regular route day)

BINS				25% Of monthly rate			
SIZE	1	1.5	2	3	4	6	7
	37.90	56.85	75.80	113.69	151.59	227.39	265.28

COMPACTORS							
SIZE	1	1.5	2	3	4	6	7
	75.80	113.70	151.60	227.38	303.18	454.78	530.56

TOTERS			
SIZE	32	64	96
	8.05	16.09	24.14

SPECAIL PICK UP (Other than regular route day)

SIZE	BINS						
	50% Of monthly rate						
	1	1.5	2	3	4	6	7
	75.80	113.69	151.59	227.39	303.18	454.77	530.57

SIZE	COMPACTORS						
		1	1.5	2	3	4	6
	151.59	227.39	303.18	454.77	606.36	909.54	1,061.13

SIZE	TOTERS		
		32	64
	16.09	32.18	48.27

ANCILLARY COMMERCIAL RATES

PER HOUR CLEANING FEL	113.78
LOCK SALE FEL	32.19
LOCK SERVICE PER LOCK	-
ENCLOSURE FEE	-
PUSH FEE	-
SNAPSHOT EXCESS YARDS FEL	205.72
CONTAMINATED LOAD S/L	113.78

MAY

2012 COMMERCIAL ORG_GREEN RATES

RATE INCREASE: **4.59%**

COMMERCIAL ORG_GREEN BINS

				75.80		PER YARD	
FREQUENCY							
SIZE	1	2	3	4	5	6	
1	75.80	151.60	227.40	303.20	379.00	454.80	
1.5	113.70	227.40	341.10	454.80	568.50	682.20	
2	151.60	303.20	454.80	606.40	758.00	909.60	
3	227.40	454.80	682.20	909.60	1,137.00	1,364.40	
4	303.20	606.40	909.60	1,212.80	1,516.00	1,819.20	
6	454.80	909.60	1,364.40	1,819.20	2,274.00	2,728.80	
7	530.60	1,061.20	1,591.80	2,122.40	2,653.00	3,183.60	

COMMERCIAL ORG_GREEN COMPACTORS

				151.60		PER YARD	
FREQUENCY							
SIZE	1	2	3	4	5	6	
1	151.60	303.20	454.80	606.40	758.00	909.60	
1.5	227.40	454.80	682.20	909.60	1,137.00	1,364.40	
2	303.20	606.40	909.60	1,212.80	1,516.00	1,819.20	
3	454.80	909.60	1,364.40	1,819.20	2,274.00	2,728.80	
4	606.40	1,212.80	1,819.20	2,425.60	3,032.00	3,638.40	
6	909.60	1,819.20	2,728.80	3,638.40	4,548.00	5,457.60	
7	1,061.20	2,122.40	3,183.60	4,244.80	5,306.00	6,367.20	

COMMERCIAL ORG_GREEN TOTERS

				16.09		PER 32 GALLONS	
FREQUENCY							
RATE	SIZE	1	2	3	4	5	6
16.09	32	16.09	32.18	48.27	64.36	80.45	96.54
32.18	64	32.18	64.36	96.54	128.72	160.90	193.08
48.27	96	48.27	96.54	144.81	193.08	241.35	289.62

Multiple containers are multiplied by the 1 container rate.

EXTRA PICK UP(On regular route day)

BINS		25% Of monthly rate					
SIZE	1	1.5	2	3	4	6	7
	18.95	28.43	37.90	56.85	75.80	113.70	132.65

COMPACTORS

SIZE	1	1.5	2	3	4	6	7
	37.90	56.86	75.80	113.70	151.60	227.40	265.30

TOTERS

SIZE	32	64	96
	4.02	8.05	12.07

SPECAIL PICK UP (Other than regular route day)

	BINS							50% Of monthly rate
SIZE	1	1.5	2	3	4	6	7	
	37.90	56.85	75.80	113.70	151.60	227.40	265.30	

	COMPACTORS							
SIZE	1	1.5	2	3	4	6	7	
	75.80	113.70	151.60	227.40	303.20	454.80	530.60	

	TOTERS			
SIZE	32	64	96	
	8.05	16.09	24.14	

ANCILLARY COMMERCIAL RATES

PER HOUR CLEANING FEL	113.78
LOCK SALE FEL	32.19
LOCK SERVICE PER LOCK	-
ENCLOSURE FEE	-
PUSH FEE	-
SNAPSHOT EXCESS YARDS FEL	205.72
CONTAMINATED LOAD S/L	113.78

MAY

2012 ROLL OFF RATES

RATE INCREASE:

4.59%

ANCILLARY CHARGES

Apply to all types, sizes and materials

DELIVERY	72.55	
SAFETY LIGHTS	36.40	
INACTIVITY PER WEEK	39.42	Permanent Service
INACTIVITY PER DAY	7.89	Temporary Service
RELOCATE	108.39	
TRIP CHARGE	-	
STAND BY CHARGE	-	
BAGSTER	193.64	

TRASH

BOX		RATE PER YARD	31.89
	SIZE	RATE	
	6	446.46	14 Yard rate minimum
	14	446.46	14 Yard rate minimum
	20	637.80	
	30	956.70	
	40	1,275.60	
	50	1,594.50	

TRASH

COMPACTORS		RATE PER YARD	63.78
	SIZE	RATE	
	6	892.92	14 Yard rate minimum
	14	892.92	14 Yard rate minimum
	20	1,275.60	
	30	1,913.40	
	40	2,551.20	
	50	3,189.00	

ORGANICS/GREEN WASTE

BOX		RATE PER YARD	15.95
	SIZE	RATE	
	6	223.30	14 Yard rate minimum
	14	223.30	14 Yard rate minimum
	20	319.00	
	30	478.50	
	40	638.00	
	50	797.50	

ORGANICS/GREEN WASTE

COMPACTORS		RATE PER YARD	31.89
	SIZE	RATE	
	6	446.46	14 Yard rate minimum

14	446.46	14 Yard rate minimum
20	637.80	
30	956.70	
40	1,275.60	
50	1,594.50	

Compactors at 2 times the uncompacted rate
Organics/Greenwaste at 50% Trash rate

RRI Tables for Albany Rate Adjustment

Rate Adjustment effective 5/1/2012

Consumer Price Index - All Urban Consumers															
Series Id: CUURA422SA0, CUUSA422SA0															
Not Seasonally Adjusted															
Area: San Francisco-Oakland-San Jose, CA															
Item: All items															
Base Period: 1982-84=100															
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	HALF1	HALF2
2001		187.9		189.1		190.9		191		191.7		190.6	189.9	188.7	191.1
2002		191.3		193		193.2		193.5		194.3		193.2	193	192.3	193.7
2003		197.7		197.3		196.3		196.3		196.3		195.3	196.4	196.8	196.1
2004		198.1		198.3		199		198.7		200.3		199.5	198.8	198.2	199.5
2005		201.2		202.5		201.2		203		205.9		203.4	202.7	201.5	203.9
2006		207.1		208.9		209.1		210.7		211		210.4	209.2	207.9	210.6
2007		213.688		215.842		216.123		216.24		217.949		218.485	216.048	214.736	217.361
2008		219.612		222.074		225.181		225.411		225.824		218.528	222.767	221.73	223.804
2009		222.166		223.854		225.692		225.801		226.051		224.239	224.395	223.305	225.484
2010		226.145		227.697		228.11		227.954		228.107		227.658	227.469	226.994	227.944
2011		229.981		234.121		233.646		234.608		235.331		234.327	233.39	232.082	234.698

Employment, Hours, and Earnings from the Current Employment Statistics survey (National)															
Series Id: CEU6056210008															
Not Seasonally Adjusted															
Super Sector: Professional and business services															
Industry: Waste collection															
NAICS Code: 5621															
Data Type: AVERAGE HOURLY EARNINGS OF PRODUCTION AND NONSUPERVISORY EMPLOYEES															
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual		
2001	13.29	13.31	13.43	13.53	13.71	13.67	13.72	13.7	13.84	13.77	13.76	13.83	13.64		
2002	13.88	13.84	14	14.27	14.38	14.52	14.87	14.81	14.67	14.66	14.76	14.79	14.48		
2003	14.91	14.74	15.05	15.21	15.2	15.39	15.54	15.56	15.33	15.67	15.87	15.43	15.33		
2004	15.25	15.18	15.11	15.26	15.35	15.34	15.51	15.46	15.34	15.27	15.1	15.06	15.27		
2005	14.9	14.71	14.83	15.38	15.45	15.64	15.76	15.9	15.84	15.97	15.92	16.09	15.54		
2006	16.07	16.09	16.32	16.18	16.39	16.64	16.58	16.73	16.33	16.61	16.37	16.59	16.41		
2007	16.55	16.66	16.94	16.59	16.81	16.63	16.97	16.71	16.91	16.86	17.28	17.06	16.83		
2008	17.04	17.12	17.22	17.19	17.17	17.27	17.19	17.02	17.11	17	17.67	17.66	17.22		
2009	17.73	17.86	17.72	17.32	17.32	17.09	17.21	17.27	17.69	17.37	17.22	17.38	17.43		
2010	17.28	17.19	17.22	17.21	17.42	17.68	17.45	17.77	17.94	17.86	17.46	17.48	17.5		
2011	17.31	17.38	17.22	17.44	17.37	17.68	17.49	17.28	17.41	17.15	17.33	17.12	17.35		

P : preliminary

Producer Price Index Industry Data

Series Id: PCU3339243339243

Industry: Industrial truck, trailer, and stacker mfg

Product: Parts and attachments for industrial trucks and tractors

Base Date: 198612

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2001	130.3	130.9	131.1	130.9	131.4	131.4	131.7	131.7	131.7	131.7	131.7	131.7	131.3
2002	132.2	132.2	132.2	132.1	132.1	132.4	132.4	132.4	132.6	132.6	132.6	132.6	132.4
2003	132.7	133.3	133.7	133.1	133.2	136.3	136.1	136.7	136.6	136.6	136.6	136.6	135.1
2004	138.7	138.7	139	139.1	140.3	140.3	141.9	141.9	141.9	143	143.1	143.5	140.9
2005	146.2	146.2	146.2	147.2	148	148	148.4	148	148	148.1	148.5	148.5	147.6
2006	150.3	150.5	151.1	151.1	150.8	150.8	152.2	152.2	152.2	152.2	152.1	152.1	151.5
2007	154.3	155	156	156	156.2	156.2	156.8	156.8	156.8	156.8	156.8	156.8	156.2
2008	160.6	161.3	161.5	164.9	165.3	165.9							
2010	237.1	237.1	237.1	239.6	239.6	239.6	239.7	239.7	239.5	239.5	239.9	239.9	239.1
2011	240.4	240.7	241.1	241.8	241.6	243.3	243.7	244.5	243.7	243.7	243.7	243.7	

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P : Preliminary. All indexes are subject to revision four months after original publication.

Producer Price Index Industry Data

Series Id: PCU336211336211

Industry: Motor vehicle body manufacturing

Product: Motor vehicle body manufacturing

Base Date: 198212

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2001	162.2	162.6	162.8	162.9	162.9	163.3	163.4	163.4	163.6	163.7	164	164.3	163.3
2002	164.5	164.9	164.9	164.9	165.1	165.1	165.8	166.3	166.6	166.6	166.4	166.6	165.6
2003	166.9	167	167	167.1	167.2	167.1	167.2	167	168	168.3	168.5	168.4	167.5
2004	168.8	169.8	171.1	173.8	175.3	175.3	176.2	179.3	181	182.2	182.4	184.8	176.7
2005	185.8	186.8	187.3	187.7	188.4	191	191.8	192	192.4	192.7	193.2	194	190.3
2006	195.5	196.7	197.7	197.9	199.4	200.1	200.7	201.1	201.8	203.1	202.6	203.3	200
2007	204.2	204.1	203	204.3	204.5	205.8	205.9	206	206.2	206.2	206.2	203.9	205
2008	204.6	204.6	206.7	209.7	210.3	212.3	214.7	215.2	215.2	216.2	216.8	217.8	212
2009	217.5	217.2	216.8	216	216.2	216.3	216.9	216.5	216.5	215.7	215.7	215.7	216.4
2010	216.5	216.6	216.6	217.7	217.7	218.2	218.6	218.2	218.3	218.1	218.1	218.4	217.7
2011	218.4	218.7	219.5	220.4	220.9	221	221.1	221.2	221.5	221.4	222.4	223.3	220.8

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Producer Price Index-Commodities

Series Id: WPU057303

Not Seasonally Adjusted

Group: Fuels and related products and power

Item: No. 2 diesel fuel

Base Date: 198200

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2001	96.7	92.4	83.5	86.4	93.1	90.2	81.6	82	91.6	75.9	71.3	56.2	83.4
2002	58.9	60	69.7	76.9	74.7	73.3	77.6	80.4	92.3	98.7	85.5	86.8	77.9
2003	97.6	123.8	129.4	102.3	87.9	89.8	92.7	96.6	91.1	101.1	95.9	98.1	100.5
2004	109.3	103.7	109.7	119.9	121	114.2	123	135.1	140.9	166.6	159.7	135.3	128.2
2005	141.1	149.5	173.3	175.4	170.8	187.2	189.8	200.6	212.6	264.1	206.2	198.5	189.1
2006	197.1	196.2	206.5	230.4	239.6	246.9	237.5	250.2	201.3	197.5	197.2	203	216.9
2007	180.9	193.5	220.2	238	226.5	227.6	243.5	231.2	246.2	249.6	296.7	271.9	235.5
2008	278.2	287.5	353.7	365.1	398.2	421	431.9	346.7	342.3	281.8	224.1	168	324.9
2009	161.6	147.2	139.2	167.4	166.4	191.1	172.8	204.1	193.2	202.8	215.7	205.1	180.6
2010	229.4	206.9	225.5	240	235.8	221.8	218.5	231.1	227.7	243.7	255.3	259.2	232.9
2011	270	289.3	321.8	339.8	328.4	333.7	327.8	307.2	317.4	310.3	337.9	311.5	
								P	P	P	P	P	

P : Preliminary. All indexes are subject to revision four months after original publication.

City of Albany Annual Price Adjustment: Refuse Rate Index (RRI) Table data
Adjustment Effective 5/1/12

Average Hourly Earnings Series ID: ceu6056210008	Year over Year Difference
YTD 2010	17.5
YTD 2011	17.3
Change	(0.1)
Percent change	-0.86%
Fuel Series ID: wpu057303	
YTD 2010	232.9
YTD 2011	316.3
Change	83.4
Percent change	26.36%
Vehicle Replacement Series ID: pcu336211336211	
YTD 2010	217.8
YTD 2011	220.8
Change	3.1
Percent change	1.39%
Vehicle Maintenance Series ID: pcu3339243339243	
YTD 2010	239.0
YTD 2011	242.7
Change	3.6
Percent change	1.50%
CPI All Items Series ID: cuura422sa0	
YTD 2010	37.9
YTD 2011	38.9
Change	1.0
Percent change	2.54%

Period (Yr/Mo)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Average
2010	17.280	17.190	17.220	17.210	17.420	17.680	17.450	17.770	17.940	17.860	17.460	17.480	17.497
2011	17.310	17.380	17.220	17.440	17.370	17.680	17.490	17.280	17.410	17.150	17.330	17.120	17.348

Period (Yr/Mo)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Average
2010	229.400	206.900	225.500	240.000	235.800	221.800	218.500	231.100	227.700	243.700	255.300	259.200	232.908
2011	270.000	289.300	321.800	339.800	328.400	333.700	327.800	307.200	317.400	310.300	337.900	311.500	316.258

Period (Yr/Mo)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Average
2010	216.500	216.600	216.600	217.700	217.700	218.200	218.600	218.200	218.300	218.100	218.100	218.400	217.750
2011	218.400	218.700	219.500	220.400	220.900	221.000	221.100	221.200	221.500	221.400	222.400	223.300	220.817

Period (Yr/Mo)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Average
2010	237.100	237.100	237.100	239.600	239.600	239.600	239.700	239.700	239.500	239.500	239.900	239.900	239.025
2011	240.400	240.700	241.100	241.800	241.600	243.300	243.700	244.500	243.700	243.700	243.700	243.700	242.658

Period (Yr/Mo)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Average
2010	226.145	0.000	227.697	0.000	228.110	0.000	227.954	0.000	228.107	0.000	227.658	227.469	37.912
2011	229.981	0.000	234.121	0.000	233.646	0.000	234.608	0.000	235.331	0.000	234.327	233.390	38.898