

**RESIDENTIAL SOLID WASTE FUND
FOOTNOTES – FY 11/12**

1. **Trash Disposal Revenue: (\$1,320,000)** This figure is based on weekly solid waste disposal service for approximately 7,200 residential addresses (single-family and 2-family duplex housing units) and also includes charges to pay for the once-a-month, no-sticker, branch and brush pick-up program which runs from May through October each year. These revenues are collected on the Village's monthly utility bill.

User fees collected to pay for solid waste disposal services are determined based on the costs of various contract service providers and other costs of administering the program (account maintenance, customer service and billing). Also factored into rate determination is the availability of revenues from other sources such as recycling rebates the Village receives through its current waste hauling contract.

On August 1, 2005 the Village began a 5-year waste hauling contract with Allied Waste Services which introduced for the first time, standardized wheeled refuse carts. At that time, the base rate charged to Glen Ellyn customers was decreased by 17% compared to the previous contract. Due to the availability of recycling rebates to offset contract cost increases, rates charged to Glen Ellyn residents were not increased for the first 4 years of the contract.

In December 2008, the Village was notified that due to extreme volatility in the recyclable materials market, rebates previously received would no longer be available. Absent these rebates, a rate increase of 5% was adopted beginning August 1, 2009 and 2010 to partially offset the loss of these revenues. Accumulated reserve balances were used to make up the remaining deficiency between operating revenues and expenses. Proposed for August 1, 2011 is an additional 5% increase in monthly customer charges. The increase is recommended due to a 2% increase in the waste hauling contract as well as the continued reduced level of recycling rebates.

2. **Other / Miscellaneous Revenue: (\$50,000)** The Village receives a portion of the proceeds from the sale of collected recyclables. The market and price received from the sale of recyclable materials fluctuates greatly. In past years the Village received between \$100,000 and \$200,000 for the sale of these materials. In 2008 the recycling market plummeted and as a result the Village did not receive any revenue for a period of time. Beginning in 2010, we began to see recovery in our recycling rebates and that has continued thru FY11. We have included \$50,000 as our early estimate of possible rebates to be received in FY 11/12.
3. **Banking Services: (\$5,000)** This Village prepares monthly billings for monthly solid waste services. The Solid Waste Fund will now assume a portion of the retail lockbox services the Village utilizes in collecting and processing monthly remittances.
4. **Postage: (\$20,000)** Included in this line item are postage costs (\$20,000) for mailing of monthly solid waste billings to our 7,300 residential customers (split 50/50 with the

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Water and Sanitary Sewer Fund – see footnote 7 below) and postage costs for the mailing of one annual “special edition” solid waste publication.

5. **Professional Services / Other: (\$18,000)** The Village uses a third-party vendor to process, print, and mail the monthly Village utility bills (This cost is split 50/50 between the Solid Waste and Water and Sanitary Sewer Funds – see footnote 7 below).
6. **Waste Removal Services: (\$1,042,000)** The Village’s Solid Waste and Recycling Contract extension with Allied Waste states a 2% price increase to occur in the second year of contract (FY 11/12).
7. **Professional Services / Branch Removal: (\$150,000)** This line includes funds for the six month tree branch and brush collection program (May – October) undertaken by a separate vendor, not our weekly solid waste hauling contractor.
8. **Disposal Costs: (\$30,000)** This line was transferred from the General Fund in FY 09/10 and is associated with the street sweeping and catch basin cleaning program.
9. **Service Charge: (\$77,100)** This service charge represents a transfer to the General Fund as a reimbursement for staff and other support services provided in connection with the solid waste program.
10. **Equipment / Capital Outlay: (\$10,000)** These funds have been allocated for the purchase of additional refuse and recycling carts on an as-needed basis.