

CITY COUNCIL MEETING
JULY 11, 1984
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3632
SANITARY CITY
REQUESTS 9.7%
RATE INCREASE
IN REFUSE
COLLECTION FEES

City Clerk presented a letter which had been received from Sanitary City Disposal, Inc., requesting a 9.7% rate increase in refuse collection fees. Following a brief discussion, the Mayor directed that the Staff review the request and directed the City Clerk to place this matter on the August 1, 1984 Council Agenda.



RECEIVED

JUN 29 AM 10:01

DE M. REINCHE
CITY CLERK
CITY OF LODI

June 26, 1984

Mr. Jerry Glenn
Assistant City Manager
City of Lodi
Post Office Box 320
Lodi, California 95241

Dear Mr. Glenn:

Attached please find our rate review as of March 31, 1984.

Please call me when you have an opportunity to look it over, so we may discuss it.

Sincerely yours,



David Yaccarezza
General Manager

DV/nc

LODI SANITARY CITY DISPOSAL CO., INC.
RATE ADJUSTMENT
FOR THE YEAR ENDING MARCH, 31, 1985

COMPUTATION OF ALLOWABLE PROFIT

Total operating expenses (per forecast)	\$1,701,981
Less: City franchise	(240,583)
City service	<u>(41,567)</u>
BASIS FOR PROFIT	<u>\$1,419,831</u>
ALLOWABLE PROFIT AT 6%	<u>\$ 85,190</u>

COMPUTATION OF ADDITIONAL REVENUES REQUIRED

Total operating expenses	\$1,701,981
Add profit at 6%	85,190
Less: franchise fees	<u>(240,583)</u>
	1,546,588
Amount representing franchise fees	<u>272,927</u>
Revenues should be approximately	1,819,515
Less: projected revenues	<u>1,658,367</u>
ADDITIONAL REVENUES REQUIRED	<u>\$ 161,148</u>
PERCENTAGE OF INCREASE	<u>9.7%</u>