

		Year 1			Year 2		
Description of Rate-Impacting Item		RY2015 (April-December) Net Cost*	Rate % contribution	# of tons and applicable impact on diversion rate (currently 65%)	RY2016 (January-December) Net Cost*	Rate % contribution	# of tons and applicable impact on diversion rate
New Programs	Full-Scale Commercial Food Composting Program	\$270,000	2.11%	1000 tons, approximately 1%	\$374,000	2.20%	4000-6000 tons, approximately 5-7%
	City-wide Residential Food Composting Program	\$130,000	1.02%	1500 tons, approximately 1%-1.5%	(\$62,000)	-0.36%	2000 tons, approximately 2%
	Subtotal (New Programs)	\$400,000	3.13%	2500 tons, approximately 2%-2.5% (67%-67.5%)	\$312,000	1.84%	6000-8000 tons, approximately 7-9% (72%-74%)
	Contractor (NRWS) Costs	\$200,000	1.57%	NA	\$428,000	2.52%	NA
Operating Costs	Materials Sales - projected 4% price reduction	\$138,000	1.08%	NA	\$166,000	0.98%	NA
	Net of all other rate study projection items	(\$106,000)	-0.83%	NA	(\$236,000)	-1.39%	NA
	Subtotal (Operating Costs)	\$232,000	1.82%		\$358,000	2.11%	
AD Option	Anaerobic Digestion (AD) to Biofuel System - Net Costs base on mid-range scenario (0.90%)	NA	NA	NA	\$170,000	1.00%	328,000 dge** of renewable CNG for refuse and recycling fleet
Total Net Costs based on rate study		\$632,000	4.95%		\$840,000	4.95%	

* Note: All net costs rounded to nearest thousand

** Note: "dge" refers to diesel gallon equivalent