

**Recology Sunset Scavenger/Recology Golden Gate**  
Rate Application, Schedule B.1  
Rate Calculations - Total Revenues

	<b>RY 2024 Adjusted</b>	<b>RY 2025 Adjusted</b>
Operating Ratio Expenses	\$ 208,479,995	\$ 213,720,134
<b>Calculated Operating Ratio Expenses</b>	<b>208,479,995</b>	<b>213,720,134</b>
Allowed Operating Ratio	91.00%	91.00%
<b>Operating Expense with Operating Ratio</b>	<b>\$ 229,098,896</b>	<b>\$ 234,857,290</b>
<b><u>Non Operating Ratio Expense</u></b>		
Disposal Cost	55,688,560	56,819,239
Processing Cost	67,225,568	68,571,494
Impound Account	24,218,665	24,596,228
License Expenses	2,439,330	2,495,900
<b><u>Revenue</u></b>		
Non Rate Revenue	(2,917,723)	(2,917,723)
Residential 20-Gallon Transition Credit		
Contamination Charges	(5,000,000)	(5,000,000)
Apartment Migration		
Commercial Migration		
Zero Waste Incentives (2% OR)	5,148,290	5,277,692
<b>Net Revenue Requirement</b>	<b>\$ 375,901,585</b>	<b>\$ 384,700,120</b>
Revenue @ Current Rates	352,224,256	373,664,709
<b>Difference</b>	<b>\$ 23,677,329</b>	<b>\$ 11,035,410</b>
Rate Increase	6.72%	2.95%
Deposit to Reserve Fund	\$ -	\$ -
Rate Stabilization Fund	\$ 4,250,000	\$ -
RY 2023 ZWI Addback (4 Tiers)	\$ 5,313,635	\$ -
RY 2024 ZWI Addback (2 Tiers)		\$ 2,574,145
Revenue Requirement Reduction	\$ 9,563,635	\$ 2,574,145
RY 2024 & RY 2025 Net Increase	<b>4.01%</b>	<b>2.26%</b>
<b>Operating Expenses with 89% OR</b>	234,247,186	240,134,982
<b>Variance to 91% OR</b>	5,148,290	5,277,692
<b>Net Revenue Requirement @ 89% OR</b>	<b>\$ 375,901,585</b>	<b>\$ 384,700,120</b>