

**Recology San Francisco**  
 Rate Application, Schedule B  
Rate Calculations - Processing and Disposal

	RY 2024	RY 2025
Operating Ratio Expenses	\$ 125,480,497	\$ 125,704,854
<b>Calculated Operating Ratio Expenses</b>	<b>125,480,497</b>	<b>125,704,854</b>
<i>Allowed Operating Ratio</i>	<i>91.00%</i>	<i>91.00%</i>
<b>Operating Expense with Operating Ratio</b>	<b>\$ 137,890,657</b>	<b>\$ 138,137,202</b>
<b><u>Non Operating Ratio Expense</u></b>		
Intercompany Processing and Disposal	28,029,003	29,398,070
Licenses & Permits	4,684,828	4,818,825
<b><u>Revenue</u></b>		
Other Commercial Revenues	(3,639,266)	(3,649,443)
Recycling Revenues	(17,844,796)	(18,198,888)
Zero Waste Incentives	3,098,666	3,104,207
<b>Net Revenue Requirement</b>	<b>\$ 152,219,091</b>	<b>\$ 153,609,973</b>
<b><i>Percent Increase</i></b>	<b><i>18.74%</i></b>	<b><i>1.04%</i></b>
<b>Current Tipping Charge per Ton</b>	\$ 219.86	\$ 255.63
<b>Proposed Tipping Charge per Ton</b>	\$ 261.07	\$ 258.29
RY 2023 ZWI Addback (4 Tiers)	3,172,268	
RY 2024 ZWI Addback (2 Tiers)		1,549,333
<b><i>Adjusted Percent Increase</i></b>	<b><i>16.27%</i></b>	<b><i>0.02%</i></b>
<b><i>Adjusted Tipping Fee</i></b>	<b><i>255.63</i></b>	<b><i>255.68</i></b>
<b>Total Revenue Tons</b>	<b>583,063</b>	<b>594,725</b>
<b>Operating Expenses with 89% OR</b>	<b>\$ 140,989,323</b>	<b>\$ 141,241,409</b>
<b>Variance to 91% OR</b>	<b>3,098,666</b>	<b>3,104,207</b>
<b>Net Revenue Requirement @ 89% OR</b>	<b>\$ 152,219,091</b>	<b>\$ 153,609,973</b>

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

	RY 2024	Less Non-Rate Activity	Less City Services Agreement	RY 2024 Adjusted	RY 2025	Less Non-Rate Activity	Less City Services Agreement	RY 2025 Adjusted
Operating Ratio Expenses	\$ 223,758,431	\$ (10,394,015)	\$ (4,944,662)	\$ 208,419,755	\$ 228,717,423	\$ (10,821,048)	\$ (4,291,052)	\$ 213,605,323
<b>Calculated Operating Ratio Expenses</b>	<b>223,758,431</b>	<b>(10,394,015)</b>	<b>(4,944,662)</b>	<b>208,419,755</b>	<b>228,717,423</b>	<b>(10,821,048)</b>	<b>(4,291,052)</b>	<b>213,605,323</b>
Allowed Operating Ratio	91.00%	100.00%	100.00%	91.00%	91.00%	100.00%	100.00%	91.00%
<b>Operating Expense with Operating Ratio</b>	<b>\$ 245,888,386</b>	<b>\$ (10,394,015)</b>	<b>\$ (4,944,662)</b>	<b>\$ 229,032,698</b>	<b>\$ 251,337,827</b>	<b>\$ (10,821,048)</b>	<b>\$ (4,291,052)</b>	<b>\$ 234,731,125</b>
<b>Non Operating Ratio Expense</b>								
Disposal Cost	59,813,661	(2,778,461)	(1,388,305)	55,646,895	61,048,862	(2,888,335)	(1,416,974)	56,743,552
Processing Cost	72,204,606	(3,354,045)	(1,875,905)	67,174,657	73,674,725	(3,485,689)	(1,710,027)	68,479,010
Impound Account	23,847,771	-	-	23,847,771	23,847,771	-	-	23,847,771
License Expenses	2,599,825	(120,767)	(45,257)	2,433,800	2,674,960	(126,557)	(62,087)	2,486,315
<b>Revenue</b>								
Non Rate Revenue	(27,566,221)	17,642,007	7,006,491	(2,917,723)	(20,904,424)	17,986,701	-	(2,917,723)
Residential 20-Gallon Transition Credit								
Contamination Charges	(5,000,000)	-	-	(5,000,000)	(5,000,000)	-	-	(5,000,000)
Apartment Migration								
Commercial Migration								
Zero Waste Incentives (2% OR)	5,525,582			5,146,802	5,648,041			5,274,857
<b>Net Revenue Requirement</b>	<b>\$ 377,313,610</b>	<b>\$ 994,720</b>	<b>\$ (1,047,638)</b>	<b>\$ 375,364,900</b>	<b>\$ 392,327,762</b>	<b>\$ 665,072</b>	<b>\$ (7,480,140)</b>	<b>\$ 383,644,906</b>
Revenue @ Current Rates	352,224,256			352,224,256	373,117,291			373,117,291
<b>Difference</b>	<b>\$ 25,089,353</b>	<b>\$ 994,720</b>	<b>\$ (1,047,638)</b>	<b>\$ 23,140,644</b>	<b>\$ 19,210,471</b>	<b>\$ 665,072</b>	<b>\$ (7,480,140)</b>	<b>\$ 10,527,616</b>
Rate Increase	7.12%			6.57%	5.15%			2.82%
Deposit to Reserve Fund				\$ -				\$ -
Rate Stabilization Fund	\$ 4,250,000			\$ 4,250,000				\$ -
RY 2023 ZWI Addback (4 Tiers)	\$ 5,313,635			\$ 5,313,635				\$ -
RY 2024 ZWI Addback (2 Tiers)					\$ 2,573,401			\$ 2,573,401
Revenue Requirement Reduction	\$ 9,563,635			\$ 9,563,635	\$ 2,573,401			\$ 2,573,401
RY 2024 & RY 2025 Net Increase	<b>4.41%</b>			<b>3.85%</b>	<b>4.46%</b>			<b>2.13%</b>
<b>Operating Expenses with 89% OR</b>	<b>251,413,968</b>			<b>234,179,500</b>	<b>256,985,869</b>			<b>240,005,981</b>
<b>Variance to 91% OR</b>	<b>5,525,582</b>			<b>5,146,802</b>	<b>5,648,041</b>			<b>5,274,857</b>
<b>Net Revenue Requirement @ 89% OR</b>	<b>\$ 377,313,610</b>			<b>\$ 375,364,900</b>	<b>\$ 392,327,762</b>			<b>\$ 383,644,906</b>