

ATTACHMENT D

2026 Rate Adjustment Compensation Calculation

City of Newport Beach
2026 Rate Adjustment
Compensation Calculation

Step One: Calculate Percentage Change in Indices

			A	B	C
Row	Adjustment Factor	Index	Old Index Value	New Index Value	Percent Change in Index ((Column B/Column A)-1)
1	Disposal	(1)	\$ 43.76	\$ 67.00	53.1%
2	Energy	(2)	72.835	99.435	36.5%
3	All Other (Capped at 2.5%)	(3)	329.590	340.208	2.5%

Prelim
3.2% Actual

Step Two: Determine Components

			D	E	F
Row	Adjustment Factor	Index	Cost Factor Category Weighted as a % of Component Total (4)	Percent Change in Index from Column (C)	Total Weighted Change (Columns D x E)
4	Disposal	(1)	30.0%	53.1%	15.9%
5	Energy	(2)	4.8%	36.5%	1.7%
6	All Other	(3)	65.2%	2.5%	1.6%
7	Total (5)	(5)	100%		19.2%
	Total annual change in compensation limited to 5% per year (positive or negative).				19.2%

3.3% CPI without disposal

Step Three: Apply Percentage Change to Rates

Row	Rate Categories		G	H	I	J
			Current Customer Rate	Total Weighted Percentage Change (from Column F)	Rate Increase or Decrease (Column G x Column H)	Adjusted Rate (Column G + Column I)
8	Customer collection - City		\$ 353,508.24	19.2%	\$ 67,873.58	\$ 421,381.82
	Bonita Canyon (287 units, added 9/11/2023)		\$ 7,315.73	19.2%	\$ 1,404.62	\$ 8,720.35
	Belcourt (54 units, added 7/27/2023)		\$ 1,376.48	19.2%	\$ 264.28	\$ 1,640.76
	Total Customer Collection		\$ 362,200.45		\$ 69,542.49	\$ 431,742.93
9	Bulky Item Collection/month		\$ 581.34	19.2%	\$ 111.62	\$ 692.96
10	Sharps Collection/month		\$ 2,419.58	3.3%	\$ 79.85	\$ 2,499.43
11	HHW Door-to-Door/month		\$ 12,104.25	3.3%	\$ 399.44	\$ 12,503.69
13	Customer collection - Newport Coast		\$ 67,151.00	19.2%	\$ 12,892.99	\$ 80,043.99
14	Enhanced SB1383-mandated programs		\$ 253,665.64	19.2%	\$ 48,703.80	\$ 302,369.44
12	Emergency Collection Cost/hour		\$ 146.13	3.3%	\$ 4.82	\$ 150.95
15	40-yd Load of Bulk Compost provided by contractor		\$ 185.31	3.3%	\$ 6.12	\$ 191.43
16	1 pallet (48 bags) of compost provided by Contractor		\$ 103.83	3.3%	\$ 3.43	\$ 107.26
17	24 pallet load of bagged compost provided by Contractor (48 bags/pallet)		\$ 2,491.86	3.3%	\$ 82.23	\$ 2,574.09
18	Hourly Cost Per Additonal Temporary Customer Service Representative		\$ 37.06	3.3%	\$ 1.22	\$ 38.28
19	Collection of Non-containerized Materials During Grace Period per incident		\$ 2.61	19.2%	\$ 0.50	\$ 3.11
20	Extra MSW Cart Charge paid by City during Extra Service Charge Delay Period		\$ 6.44	19.2%	\$ 1.24	\$ 7.68
21	Extra Recycling Cart Charge paid by City during Extra Service Charge		\$ 3.61	3.3%	\$ 0.12	\$ 3.73
22	Extra Food Scrap/Green Waste Cart Charge paid by City during Extra Service Charge Delay Period		\$ 4.36	3.3%	\$ 0.14	\$ 4.50
23	Standard Valet Cart Service Charge paid by City during Extra Service Charge Delay Period		\$ 8.80	3.3%	\$ 0.29	\$ 9.09
24	Premium Valet Cart Service Charge paid by City during Extra Service Charge Delay Period		\$ 29.30	3.3%	\$ 0.97	\$ 30.27
25	Replacement Sure Close™ Kitchen Food Scrap Pail		\$ 10.53	3.3%	\$ 0.35	\$ 10.88
26	Removal of Non-containerized MSW, Green Waste, and/or Recyclable Materials		\$ 2.61	19.2%	\$ 0.50	\$ 3.11
27	Extra Bulky Item Pickup		\$ 14.77	19.2%	\$ 2.84	\$ 17.61

Step Four: Re-weight Cost Components

			K	L	M	N	O
Row	Adjustment Factor	Index	Cost Component (Column D)	Percentage Change in Index (Column E)	Change In Cost Components (Column K x Column L)	Adjusted Cost Component Weightings (Column K + Column M)	Cost Components Reweighed to Equal 100% (Column N Row divided by Column N Total)
28	Disposal	(1)	30.0%	53.1%	15.9%	46.0%	38.5%
29	Energy	(2)	4.8%	36.5%	1.7%	6.5%	5.4%
30	All Other (Capped at 2.5%)	(3)	65.2%	2.5%	1.6%	66.9%	56.0%
31	Total		100.0%			119.3%	100.00%

- (1) Disposal charge at the Orange County Landfill system per agreement in Attachment J
(2) Producer Price Index WPU0531, not seasonally adjusted, Fuels and related products and power, natural gas-average annual change
(3) Consumer Price Index for All items less food and energy in Los Angeles-Long Beach-Anaheim, CA, all urban consumers, not seasonally adjusted (CUURS49ASA0L1E) average annual change limited to 2.5% per year.
(4) First year based on Attachment D-1. After the first adjustment, this column comes from Column J of the previous year's rate adjustment
(5) Total annual change in compensation limited to 5% per year (positive and negative per Amendment 1 eff Jan 2025)