
From: Kelton, Shane <Shane.Kelton@cosatx.us>
Sent: Tuesday, May 13, 2014 3:37 PM
To: Bob Gregory
Subject: RE: Solid Waste Ordinance Fees

Bob,

Thank you for your inquiry.

As you are aware, we visited with you last year regarding the City's position on whether state law excludes waste from construction sites from the exclusive ordinance. The City's position was, and remains, that a private entity that does not hold a franchise granted by the City cannot legally provide temporary services to a construction project in the city limits.

Best Regards,

Shane Kelton
Director of Operations
City of San Angelo, Texas
(325) 657-4206

From: Bob Gregory [<mailto:bgregory@texasdisposal.com>]
Sent: Monday, April 14, 2014 7:00 PM
To: *Sapurch; Kelton, Shane
Cc: Rick Fraumann; Ryan Beard
Subject: Solid Waste Ordinance Fees

Shane Kelton, Director of Operations
Roger Banks, Purchasing Division Manager
City of San Angelo
72 West College Avenue
San Angelo, TX 76903

Dear Sirs,

I am writing to you for confirmation of the rates Texas Disposal Systems, Inc. ("TDS") must charge for collecting solid waste from a construction site located inside the San Angelo city limits. Please let me know if there are any other fees required or allowed by the City ordinances, such as an initial roll-off container delivery charge. TDS wants to ensure it is charging the customer properly for roll-off disposal services to a construction project and is not overcharging the customer as allowed or required by City Ordinance. My review of San Angelo's City rates indicates the following fees are required by City Ordinance Section 8.1500 (b) for the service of a 40 yard roll-off container:

Rental per Month per 40 cy Roll-Off Container	\$125.09
Haul Fee per 40 cy Roll-Off Haul	\$133.38
City Franchise Fee 4%	\$ 10.34
City Inspection Fee per Month per Customer	\$ 0.10
City Landfill Surcharge Fee per Month per Customer	\$ 0.50
City State Landfill Surcharge Fee per Month per Customer	\$ 7.50
Landfill Disposal Fee	
Assume 10 tons x \$29.40 per ton	\$294.00
State Solid Waste Disposal Fee	
Assume 10 tons x \$0.94 per ton	<u>\$ 9.40</u>
Total Fees before Sales Tax	\$580.31
Sales Tax 8.25%	<u>\$ 47.88</u>
Total Fees with Sales Tax	\$628.19

In this example, I assume TDS is expected to remit the City Franchise Fee, City Inspection Fee, City Landfill Surcharge Fee, and City State Landfill Surcharge Fee collected each month to the City Water Department. In this case example a total of \$18.44 out of the \$628.19 will be paid to the City. Furthermore, after July 2014, TDS will owe 2% of the gross receipts to the City as a fee for the permit to collect construction waste in the City.

This is our understanding of the current City Ordinance requirements and this is what we will be charging for temporary disposal service to a construction project. Please let us know if our understanding is incorrect.

Sincerely,

Bob Gregory
Chairman & CEO

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