

# PUBLIC HEARING

## NEW COMMERCIAL AND RESIDENTIAL SOLID WASTE HAULING RATES

Erick Lee, Public Works Director  
Anna Luke-Jones, Solid Waste Administrator

May 20, 2025



# TONIGHT'S ACTION

CONDUCT PUBLIC HEARING  
TO CONSIDER ADOPTING NEW  
REFUSE RATES AND RATE  
ADJUSTMENT METHODOLOGY FOR  
RESIDENTIAL AND  
COMMERCIAL SOLID WASTE  
COLLECTION SERVICES

EFFECTIVE FOR 5 YEARS  
FY 24/25 THROUGH FY 29/30



# IMPORTANCE OF PROPOSITION 218

**Approves solid waste rate increases for only five years**



Year of Franchise Agreement	Proposition 218 Compliant	Year of Franchise Agreement	Proposition 218 Compliant
FY2020-2021	YES	FY2025-2026	NEED PROP 218
FY2021-2022	YES	FY2026-2027	NEED PROP 218
FY2022-2023	YES	FY2027-2028	NEED PROP 218
FY2023-2024	YES	FY2028-2029	NEED PROP 218
FY2024-2025	YES	FY2029-2030	NEED PROP 218



# PROPOSITION 218 PROCESS

## What is Proposition 218?



- Passed by CA voters in 1996.
- Proscribe (“limits”) methods local governments can create or increase taxes/fees/charges.
- Allows property owners or rate payers to protest utility rate increases.
- Mandatory 45-day protest period.
- **Public Hearing & absence of a majority protest** required prior to Council adoption of new rates.
- **Public Hearing date is May 20, 2025.**



# PROPOSITION 218 PROCESS CONT'D

## What Notification Is Required

- ✓ (State of CA)  
The public agency must send notice and rates to each property owner and rate payer.

## City of Manhattan Beach Actions

- ✓ Sent notice & rates to property owners, rate payers.
- ✓ Sent notice to tenants for outreach.
- ✓ Published Beach Reporter print ads on 3/27, 4/3, 4/10, 4/17, 4/24 and Public Hearing Notices on 5/1, 5/8 & 5/15.
- ✓ Published Beach Reporter banner ad from April 3–May 19.
- ✓ Hosted Hybrid Community Meeting on 4/3/25 in CC Chambers & on Zoom.
- ✓ Uploaded recorded meeting to Prop 218 Refuse page on City website.





# OUTREACH

➤ Short URL to webpage  
[www.manhattanbeach.gov/Refuse21](http://www.manhattanbeach.gov/Refuse21)

## 8 City of Manhattan Beach Proposition 218 Notices Solid Waste Rates

The City of Manhattan Beach is mailing a Proposition 218 notice to all property owners and solid waste rate payers in Manhattan Beach on March 28, 2025. Please take a moment to read the notice.

### COMMUNITY MEETING

A hybrid Community Meeting will be held on Thursday, April 3, 2025 at 6:00 PM. Attend **in-person** at the City Council Chambers at 1400 Highland Ave. Attend **online** using the following Zoom information:

**Direct URL:** <https://citymb-info.zoom.us/j/93376200363>.  
**Voice-only phone conference:** Dial (669) 900-6833 and use Meeting ID: 933 7620 0363.

### PUBLIC HEARING

The Public Hearing is scheduled during City Council's regular meeting on May 20, 2025 at 6:00 PM.

➤ 5 print ads,  
 ➤ 3 Public Hearing Notices

➤ **Community Meeting**  
 (in-person & Zoom, link to video on City website)

## City of Manhattan Beach Proposition 218 Notices Solid Waste Rates

The City of Manhattan Beach mailed a Proposition 218 notice to all property owners and solid waste rate payers in Manhattan Beach on March 28, 2025. Please take a moment to read the notice.

### COMMUNITY MEETING

To learn more, a hybrid Community Meeting will be held on Thursday, April 3, 2025 at 6:00 PM. Attend **in-person** at the City Council Chambers at 1400 Highland Ave. Attend **online** using the following Zoom information:

**Direct URL:** <https://citymb-info.zoom.us/j/93376200363>.  
**Voice-only phone conference:** Dial (669) 900-6833 and use Meeting ID: 933 7620 0363.

### PUBLIC HEARING

The Public Hearing is scheduled during City Council's regular meeting on May 20, 2025 at 6:00 PM.

[www.manhattanbeach.gov/Refuse218](http://www.manhattanbeach.gov/Refuse218)

City Calendar - Month View

APRIL 2025

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SAUNDAY
		1 New Accounting Appropriations, Goals & Combinations	2 New Accounting Appropriations, Goals & Combinations	3 New Accounting Appropriations, Goals & Combinations	4 New Accounting Appropriations, Goals & Combinations	5 New Accounting Appropriations, Goals & Combinations
6 New Accounting Appropriations, Goals & Combinations	7 New Accounting Appropriations, Goals & Combinations	8 New Accounting Appropriations, Goals & Combinations	9 New Accounting Appropriations, Goals & Combinations	10 New Accounting Appropriations, Goals & Combinations	11 New Accounting Appropriations, Goals & Combinations	12 New Accounting Appropriations, Goals & Combinations
13 New Accounting Appropriations, Goals & Combinations	14 New Accounting Appropriations, Goals & Combinations	15 New Accounting Appropriations, Goals & Combinations	16 New Accounting Appropriations, Goals & Combinations	17 New Accounting Appropriations, Goals & Combinations	18 New Accounting Appropriations, Goals & Combinations	19 New Accounting Appropriations, Goals & Combinations
20 New Accounting Appropriations, Goals & Combinations	21 New Accounting Appropriations, Goals & Combinations	22 New Accounting Appropriations, Goals & Combinations	23 New Accounting Appropriations, Goals & Combinations	24 New Accounting Appropriations, Goals & Combinations	25 New Accounting Appropriations, Goals & Combinations	26 New Accounting Appropriations, Goals & Combinations
27 New Accounting Appropriations, Goals & Combinations	28 New Accounting Appropriations, Goals & Combinations	29 New Accounting Appropriations, Goals & Combinations	30 New Accounting Appropriations, Goals & Combinations	31 New Accounting Appropriations, Goals & Combinations		

Refuse Services (Trash, Recycling, etc.)

Trash, Recycling, Organics, Household Hazardous Waste, Donation

**TRASH/RECYCLING/SOLID WASTE BILLING, SERVICE, REPORT ISSUES**

**WASTE MANAGEMENT**  
 (310) 830-7100

[www.manhattanbeach.gov/wm](http://www.manhattanbeach.gov/wm)

Public Works Refuse Services addresses pollution prevention, waste and recycling. If you have questions regarding the City's Environmental Sustainability Division, please visit the Sustainable MB website.

PROF 218 PROCESS  
 NEWSLETTERS  
 WASTE MANAGEMENT

**Proposition 218 Process: Solid Waste Rates**

Proposition 218 was approved by California voters in 1996. It requires public agencies to notify property owners and rate payers of potential utility rate increases and provide a 60-day period to protest rates. The Proposition 218 process concludes with a Public Hearing where the City Council announces the number of rate protests received. If the protest count is 5% or more of the parcels, the rate increase cannot be passed along to the rate payer. If the protest count is less than 5%, the City Council can vote to approve the proposed rates. The approved Proposition 218 rates for five years. The City of Manhattan Beach is currently in year five of the five year approved (FY2020 - FY2025) and therefore must go through the Proposition 218 process in order to pass along solid waste increases to the rate payer for the next five years (FY2025 - FY2030).

Timeline  
 Documents and Resources  
 Community Meeting  
 Contact

➤ **Banner on [www.beachreporter.com](http://www.beachreporter.com)**

62°F Wednesday, April 2nd 2025

**THE BEACH REPORTER**  
 The Community News Source of the Beach Cities

News Sports Things to Do Opinion Open Houses e-Edition Contact Us

TRENDING: Tariffs news Utility credits coming Harbor City police shooting Man convicted of killing teen girl Trump news

**City of Manhattan Beach**  
 Proposition 218 notices for refuse rates  
 postmarked on March 28, 2025.  
 Please check your notice.  
 Learn more at  
[www.manhattanbeach.gov/Refuse218](http://www.manhattanbeach.gov/Refuse218)



CITY OF  
 MANHATTAN BEACH

PROPOSITION 218 REFUSE PUBLIC HEARING  
 MAY 20, 2025

# RATE CHANGES UNDER CONSIDERATION

$$\begin{aligned} & \frac{\text{FY2026 CUSTOMER RATE}}{\text{CONTRACTOR RATE (WM)}} = \\ & \quad + \\ & \text{ONE-TIME SPECIAL ADJUSTMENT} \\ & \quad \text{(WM)} \\ & \quad \text{(approved by CC 12/3/24)} \\ & \quad + \end{aligned}$$

## Future Adjustments

FY2027  
FY2028  
FY2029  
FY2030

CPI,  
with an  
8% cap

## CITY RECOVERY COST (CRC)

### FY2026 Solid Waste Rate Adjustment

#### Single Family & Multi-Family Cart Customers:

- 11.91% increase (4.4% CPI + 2.51% special increase + 5% CRC)

#### Multi-Family Bin Customers, Commercial Customers & Extra Services:

- 14.8% increase (4.4% CPI + 2.51% special increase + 5% CRC)

#### Temporary Bin Rentals & Roll-Off Bin Customers:

- 4.4% increase (4.4% CPI)



# SINGLE-FAMILY RESIDENTIAL

## SINGLE-FAMILY RESIDENTIAL RATES BASED ON LANDFILL CARTS ONLY

- *No separate charge for recycling and organics*

CART TYPE	CURRENT CUSTOMER RATE (WM & CRC)	INCREASE (4.4% CPI & 2.51% SPECIAL)	CRC (5%)	FY 2026 PROPOSED CUSTOMER RATE	DIFFERENCE \$
20 & 35 gallon trash cart	\$17.76 (\$16.91 WM + \$0.85 CRC)	\$1.17	\$0.90	<b>\$18.98</b>	+ \$1.22
65 gallon trash cart	\$23.06 (\$21.96 WM + \$1.10 CRC)	\$1.52	\$1.17	<b>\$24.65</b>	+ \$1.59
95 gallon trash cart	\$28.35 (\$27 WM + \$1.35 CRC)	\$1.87	\$1.44	<b>\$30.31</b>	+ \$1.96





# COMMERCIAL TRASH BIN PROPOSED RATES

## COMM. TRASH BIN RATES BASED ON SIZE, QUANTITY AND FREQUENCY

CART TYPE	<u>CURRENT</u> CUSTOMER RATE (WM & CRC)	INCREASE* (4.4% CPI & 5.4% SPECIAL)	CRC (5%)	<u>FY 26</u> <u>PROPOSED</u> CUSTOMER RATE	DIFFERENC E \$
2 CY trash bin 1x week	<b>\$179.89</b> (\$171.32 WM + \$8.57 CRC)	\$16.79	\$9.41	<b>\$197.52</b>	+ \$17.63
3 CY trash bin 1x week	<b>\$231.04</b> (\$220.04 WM + \$11.00 CRC)	\$21.56	\$12.08	<b>\$253.68</b>	+ \$22.64
4 CY trash bin 1x week	<b>\$276.77</b> (\$263.59 WM + \$13.18 CRC)	\$25.83	\$14.47	<b>\$303.89</b>	+ \$27.12



# COMMERCIAL RECYCLING BIN PROPOSED RATES

## COMM. RECYCLING BIN RATES BASED ON SIZE, QUANTITY & FREQUENCY

- Recycling is 50% of the landfill rate for the same size container

CART TYPE	<u>CURRENT</u> CUSTOMER RATE (WM & CRC)	<b>INCREASE*</b> <b>(4.4% CPI &amp;</b> <b>5.4%</b> <b>SPECIAL)</b>	<b>CRC</b> <b>(5%)</b>	<u>FY 26</u> <u>PROPOSED</u> CUSTOMER RATE	DIFFERENC E \$
<b>2 CY recy. bin 1x week</b>	<b>\$85.67</b> (\$81.39 WM + \$4.28 CRC)	\$8.40	\$4.70	<b>\$98.77</b>	+ \$13.10
<b>3 CY recy. bin 1x week</b>	<b>\$110.03</b> (\$104.53 WM + \$5.50 CRC)	\$10.78	\$6.04	<b>\$126.85</b>	+ \$16.82
<b>4 CY recy. bin 1x week</b>	<b>\$131.80</b> (\$125.21 WM + \$6.59 CRC)	\$12.92	\$7.24	<b>\$151.96</b>	+ \$20.16



# PROPOSITION 218 PROTEST COUNT

## If more than 6500 protests are received

1. A majority protest exists, and the City Council may not adopt the resolution
2. The City must pay the difference in rates from the General Fund
3. City Council can amend its contract with Waste Management to reduce services to match FY2025 rates
4. City Council can initiate the Proposition 218 process again at any time.

## If less than 6500 protests are received

1. The City may adopt the resolution, approving a new rate increase to be passed on to the ratepayer.
2. The new rates will take effect July 1, 2025.
3. Approval of the FY2026 rates and rate adjustment methodology for FY2027 – FY2030 is good for 5 years, at which time another Prop 218 will be required.

# NEXT STEPS FOR COUNCIL TONIGHT

## Close the Public Hearing

Direct City Clerk to announce the final protest count received by the end of the Public Hearing.

If a majority protest is not reached, Council may adopt Resolution No. 25-0050 approving the FY2025-2026 rates and rate calculation methodology for FY2027 – FY2030.



