

FY 2022 Proposed Budget Presentation

July 14, 2021



Presentation Topics

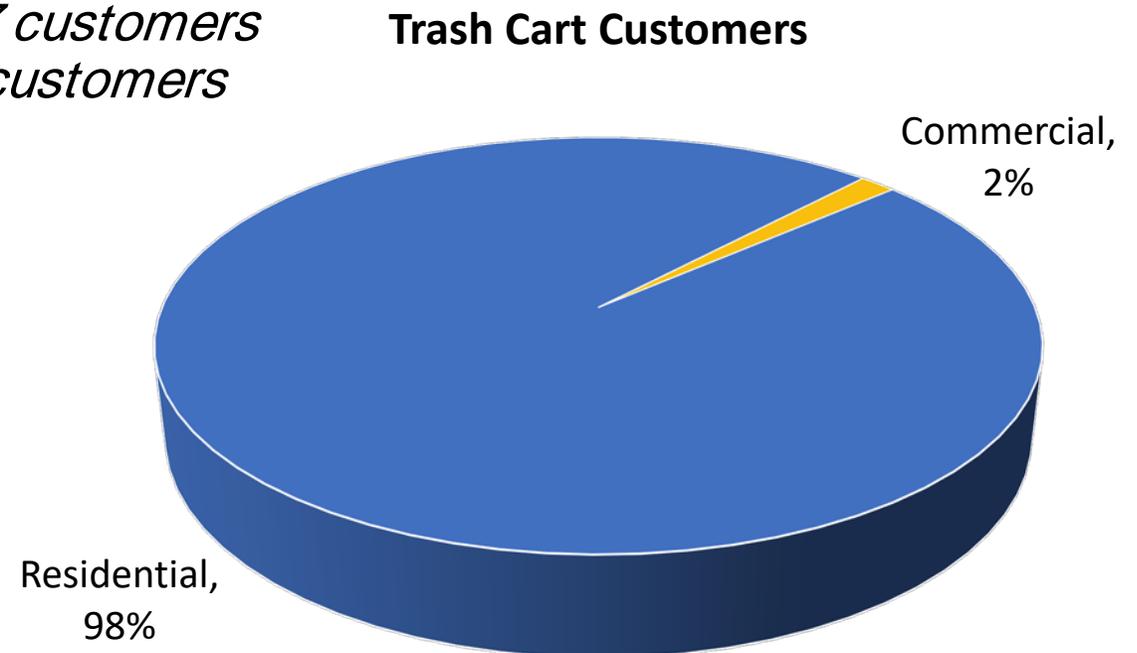
- **Clean Community Fee Overview**
 - Clean Community Fee Customers
- **Curbside Collection Services Overview**
 - Curbside Services Cost of Service
 - Curbside Collection Customers
 - Trash Cart Distribution
- **FY22 Proposed Budget**
 - Budget by Strategic Outcome
 - Proposed Rate Changes
 - Fund Summary
 - Top 10 Budgeted Expense Categories
 - Capital Improvement Plan

Clean Community Fee Purpose

- Clean Community Fee is established by ordinance to provide litter and nuisance abatement, street cleaning, household hazardous waste disposal, and the implementation and enforcement of the URO
- Billed to all residential and commercial customers in Austin service area, including residents in apartment complexes and other multi-family units
- Clean Community Fee Customer Count (as of May 2021)
 - *Residential – 423,582 customers*
 - *Commercial – 25,682 customers*
- No rate change for FY22

Curbside Collection Services

- Supported by Trash Cart Fees (as of May 2021)
 - Trash Collection
 - Residential – 211,247 customers
 - Commercial – 3,355 customers



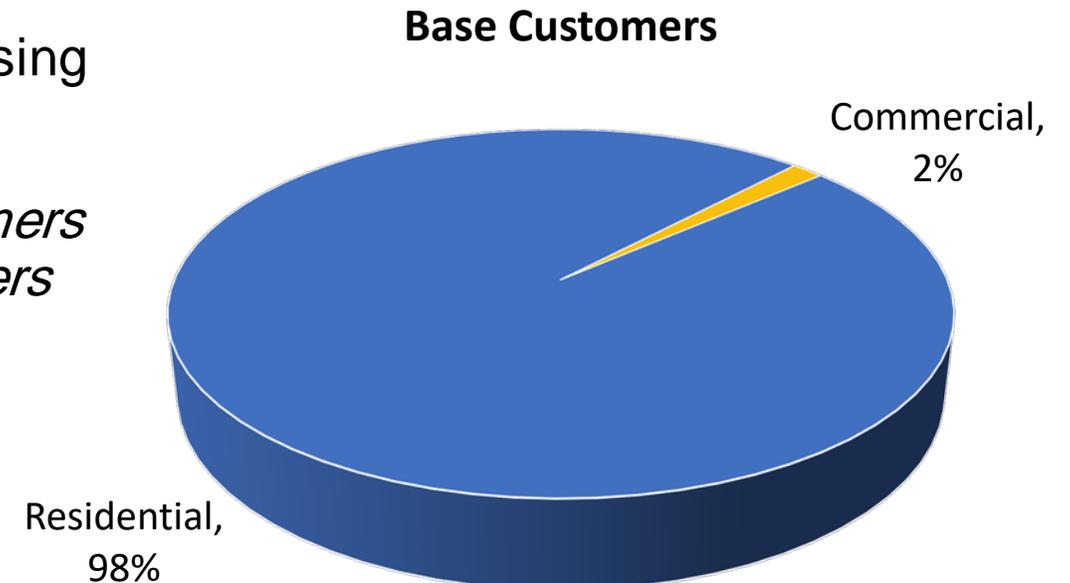
Curbside Collection Trash Cart Size Distribution: Residential

Trash Cart Size	Jan 2017	Jan 2018	Jan 2019	Jan 2020	Jan 2021
24 gallon	7%	8%	9%	10%	9%
32 gallon	22%	23%	24%	24%	24%
64 gallon	59%	57%	55%	54%	54%
96 gallon	12%	12%	12%	12%	12%

Trash Cart Size	FY 2022 Projected	FY 2023 Projected	FY 2024 Projected	FY 2025 Projected	FY 2026 Projected
24 gallon	10%	10%	11%	11%	11%
32 gallon	24%	25%	25%	26%	26%
64 gallon	54%	53%	52%	52%	51%
96 gallon	12%	12%	11%	11%	11%

Curbside Collection Services

- Supported by Base Customer Fee (as of May 2021)
 - Recycling Collection
 - Yard Trimming and Organics Collection
 - Brush Collection and Processing
 - Bulk Collection
 - *Residential – 208,538 customers*
 - *Commercial – 2,120 customers*



Curbside Collection Customers

	Jan 2017	Jan 2018	Jan 2019	Jan 2020	Jan 2021
Residential Base	192,716	197,598	200,067	203,753	207,125
Commercial Base	2,356	2,233	2,100	2,124	2,085
Organics Customers	~14,000	~52,000	~90,000	~145,000	207,125*

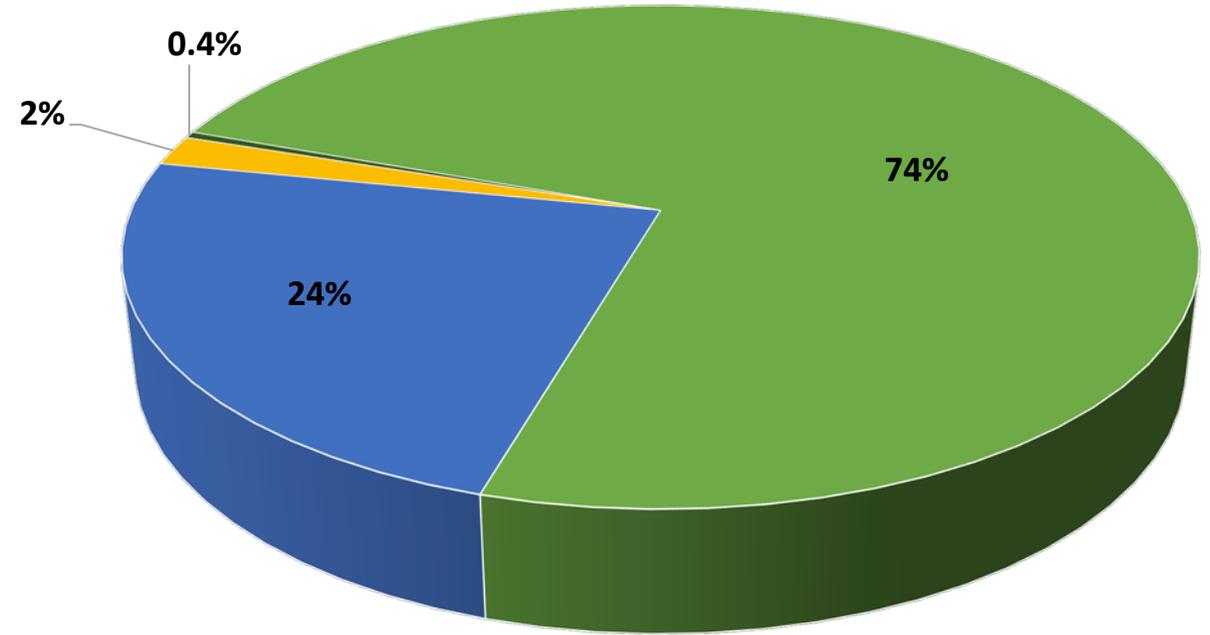
	FY 2022 Projected		FY 2023 Projected		FY 2024 Projected		FY 2025 Projected		FY 2026 Projected	
	Growth	Total Cust.								
Residential Base	3,003	210,128	3,047	213,175	2,771	215,946	2,699	218,645	2,733	221,378
Commercial Base	(52)	2,033	(51)	1,982	(50)	1,932	(48)	1,884	(47)	1,837
Organics Customers	3,003	210,128	3,047	213,175	2,771	215,946	2,699	218,645	2,733	221,378

FY22 Curbside Collection Cost of Service

Service Provided	Direct Annual Expenses	Indirect Annual Expenses	Total Annual Cost of Service	Average Monthly Cost Per Residential Customer
	(\$ in millions)			
Residential Recycling	\$13.4	\$9.6	\$23.0	\$9.01
Composting Collection	\$8.6	\$8.8	\$14.4	\$6.85
Brush Collection	\$1.8	\$1.9	\$3.7	\$1.46
Bulk Collection	\$3.3	\$2.4	\$5.7	\$2.25
Brush Processing	\$1.0	\$1.0	\$2.0	\$0.79
Base Curbside Collection COS	\$28.1	\$23.8	\$51.8	\$20.35
Other offsetting Revenue		\$3.2		\$1.24
Net Cost of Base Curbside Collection Services				\$19.11
Trash Collection Cost of Service	\$16.6	\$13.8	\$30.4	\$11.69
Other Offsetting Revenue		\$0.5		\$0.21
Net Cost of Curbside Trash Collection Service				\$11.48

Proposed Budget FY22 Council Strategic Outcomes

- Health and Environment
- Government that Works
- Transfer and Debt Service
- Economic Opportunity and Affordability



FY22 Proposed Rate Changes

Residential Base Customer Fee Increase: \$1.50

Example of Typical Residential Customer Monthly Bill

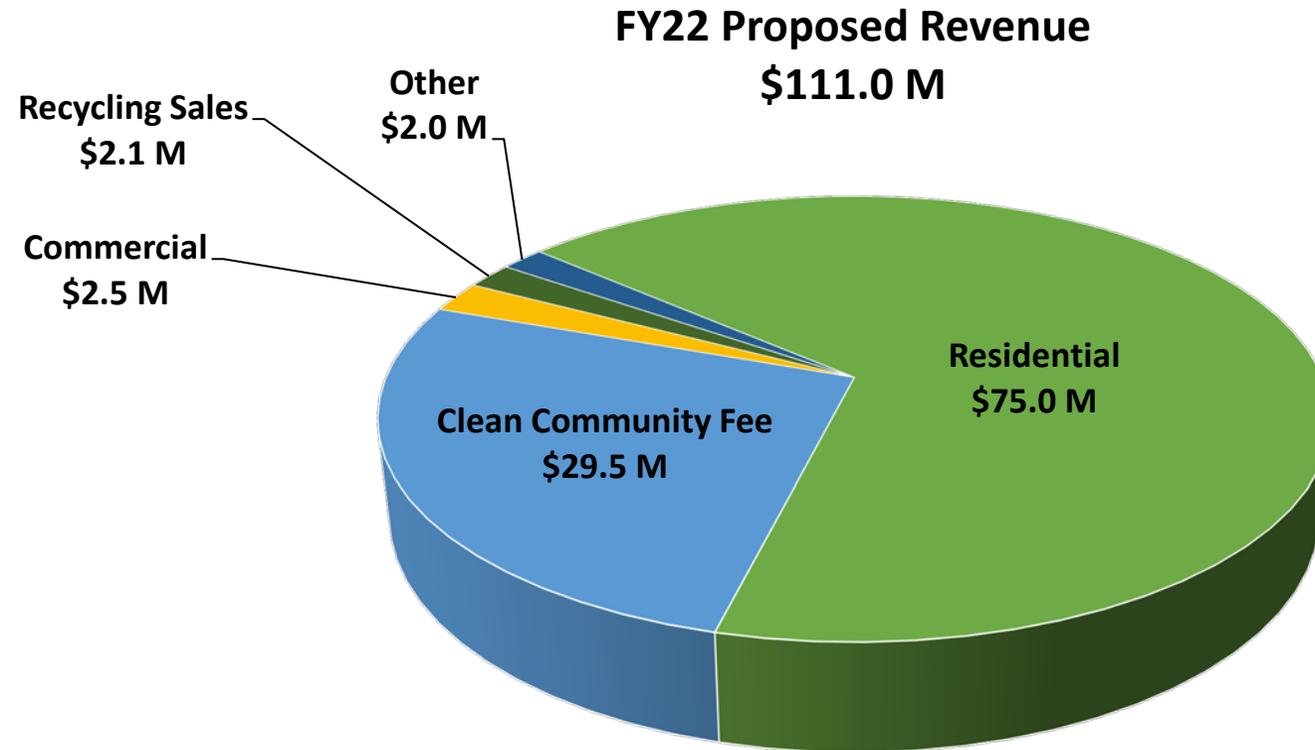
	FY 2021	FY 2022	Change
Clean Community Fee	\$4.70	\$4.70	-
Base Fee	\$17.30	\$18.80	\$1.50
64-Gallon Trash Cart	\$10.25	\$10.25	-
Total Bill	\$32.25	\$33.75	\$1.50

FY22 Proposed Fund Summary Snapshot

(in Millions)	2018-19 Actual	2019-20 Actual	2020-21 Estimated	2020-21 Amended	2021-22 Proposed
Beginning Balance	\$17.2	\$17.5	\$11.6	\$12.2	\$12.7
Total Revenue	\$94.5	\$96.2	\$105.7	\$103.7	\$110.9
Total Available Funds	\$94.5	\$96.2	\$105.7	\$103.9	\$111.0
Program Requirements					
Collection Services	\$40.3	\$44.1	\$46.4	\$44.6	\$44.8
Support Services	\$9.4	\$9.7	\$10.0	\$11.7	\$11.8
Litter Abatement	\$6.3	\$6.7	\$6.4	\$8.7	\$8.8
Operations Support	\$5.4	\$7.4	\$6.8	\$7.3	\$7.5
Waste Diversion	\$5.1	\$4.8	\$5.3	\$5.8	\$6.2
Remediation	\$1.6	\$1.2	\$1.3	\$1.4	\$1.3
Total Program Requirements	\$68.1	\$73.9	\$76.2	\$79.5	\$80.5
Total Other Requirements	\$2.3	\$2.0	\$3.4	\$2.1	\$3.9
Total Transfers Out	\$24.6	\$26.9	\$25.2	\$25.3	\$27.6
Total Requirements	\$95.0	\$102.7	\$104.8	\$106.8	\$112.0
Excess (Deficiency) of Total Available Funds Over Total Requirements	(\$0.5)	(\$6.5)	\$0.9	(\$2.9)	(\$1.0)
Adjustment to GAAP	\$0.8	\$0.8	\$0.0	\$0.0	\$0.0
Ending Balance	\$17.5	\$11.6	\$12.7	\$9.3	\$11.7

Note: Numbers may not add due to rounding.

Proposed Revenue



Top 10 FY22 Proposed Expense Categories

Expense Category	FY22 Proposed Budget (in millions)	Percentage of Total FY22 Proposed Budget
Personnel (Wages, Overtime, Insurance, Taxes, etc.)	\$47.5	42%
Capital Spending – Vehicles, Equipment and Others	\$14.3	13%
Preventative Maintenance and Repairs on ARR Fleet	\$11.2	10%
Recycling Processing Contracts	\$5.1	5%
Landfill Disposal Contract	\$4.8	4%
Citywide Allocation for Support Services	\$4.2	4%
Payment for Debt-Financed Capital Items	\$4.0	4%
Fuel for ARR fleet	\$2.3	2%
Billing System Support	\$1.9	2%
Replacement Cart Purchases	\$1.6	1%
Total	\$96.9	87%*

*Departmentwide Contractuals and Commodities 13%

Capital Improvement Plan

Subproject by Category	FY22 Spending Plan
Vehicles and Equipment	
Light, Medium, and Heavy-Duty Equipment and Vehicles	\$14,302,717
ARR Vehicle Fleet Technology Upgrades	\$882,037
Multi-Year Specialty CBD and Public Litter & Recycling Containers	\$60,000
Buildings and Improvements	
Security System Upgrades	\$151,787
Landfills	
Mabel Davis Leachate Investigation and Remediation	\$130,021
Total	\$15,526,562

Questions

