

# FY 2024 Proposed Budget Presentation

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August 2, 2023

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# Presentation Topics

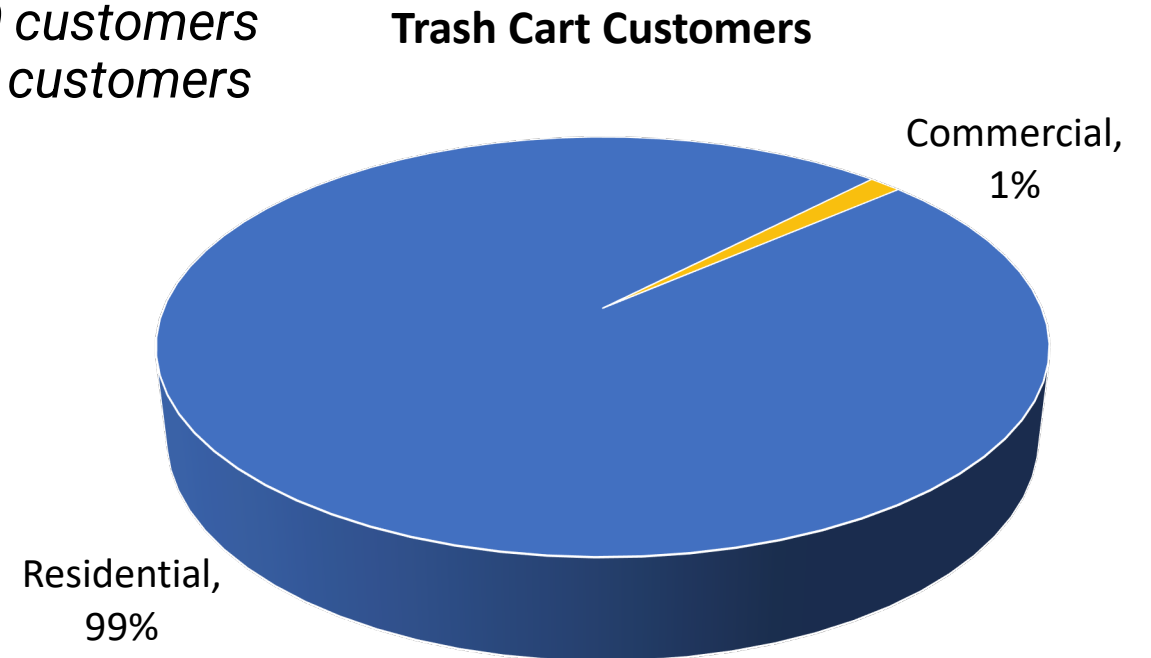
- Clean Community Fee Overview
  - Clean Community Fee Customers
- Curbside Collection Services Overview
  - Curbside Services Cost of Service
  - Curbside Collection Customers
  - Trash Cart Distribution
- FY24 Proposed Budget
  - Budget by Strategic Outcome
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  - Fund Summary
  - Top 10 Budgeted Expense Categories
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# Clean Community Fee Purpose

- Clean Community Fee 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 June 2023)
  - *Residential = 441,670 customers*
  - *Commercial = 24,640 customers*
- Residential Fee +\$0.15/month = \$5.00/month
- Commercial Fee –\$2.00/month = \$14.65/month

# Curbside Collection Services

- Supported by Trash Cart Fees (as of June 2023)
  - Trash Collection
    - *Residential = 213,300 customers*
    - *Commercial = 3,036 customers*



## Curbside Collection Trash Cart Size Distribution: Residential

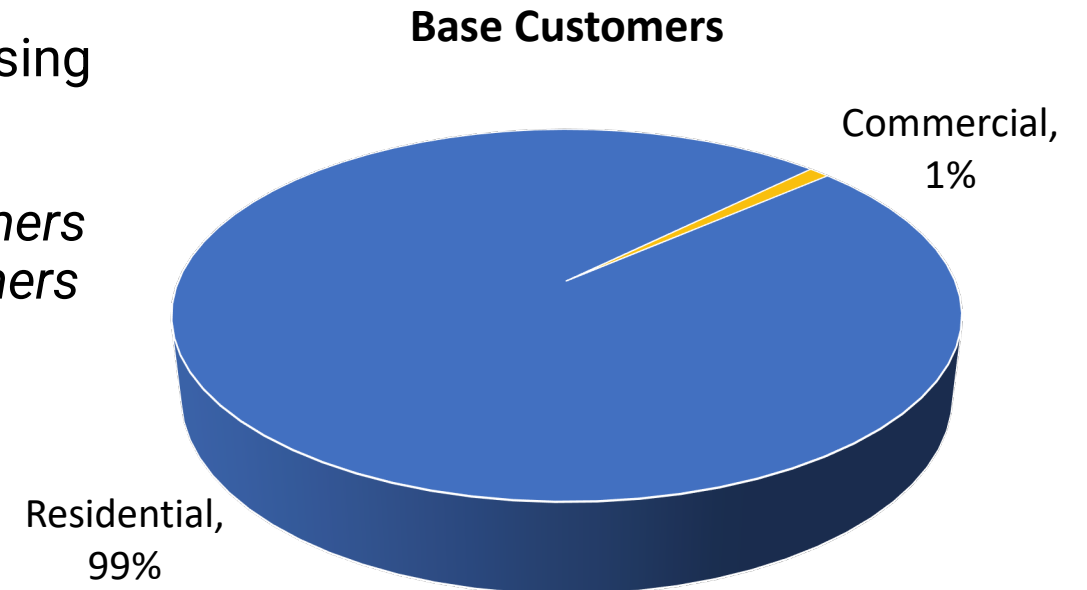
Trash Cart Size	Jan 2019	Jan 2020	Jan 2021	Jan 2022	Jan 2023
Small	9%	10%	9%	9%	9%
Medium	24%	24%	24%	24%	24%
Large	56%	54%	54%	54%	53%
Extra-Large	12%	12%	12%	13%	13%

Trash Cart Size	FY 2024 Projected	FY 2025 Projected	FY 2026 Projected	FY 2027 Projected	FY 2028 Projected
Small	9%	10%	10%	10%	11%
Medium	24%	24%	25%	25%	26%
Large	53%	52%	52%	51%	51%
Extra-Large	13%	13%	13%	13%	12%

*Note: Numbers may not add up to 100% due to rounding.*

# Curbside Collection Services

- Supported by Base Customer Fee (as of June 2023)
  - Recycling Collection
  - Yard Trimming and Organics Collection
  - Brush Collection and Processing
  - Bulk Collection
    - *Residential = 214,934 customers*
    - *Commercial = 2,198 customers*



# Curbside Collection Customers

	Jan 2019	Jan 2020	Jan 2021	Jan 2022	Jan 2023
<b>Residential Base</b>	199,986	203,753	207,125	210,187	212,761
<b>Commercial Base</b>	2,076	2,124	2,085	2,158	2,140

	FY 2024 Projected		FY 2025 Projected		FY 2026 Projected		FY 2027 Projected		FY 2028 Projected	
	Growth	Total Cust.	Growth	Total Cust.	Growth	Total Cust.	Growth	Total Cust.	Growth	Total Cust.
Residential Base	5,893	218,654	4,461	223,115	3,614	226,729	3,605	230,334	3,593	233,927
Commercial Base	(54)	2,086	(52)	2034	(51)	1,983	(50)	1,933	(48)	1,885



# FY24 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	\$14.2	\$8.9	\$23.1	\$8.73
Composting Collection	\$11.9	\$10.1	\$22.1	\$8.33
Brush Collection	\$2.4	\$1.7	\$4.1	\$1.55
Bulk Collection	\$3.9	\$2.5	\$6.3	\$2.39
Brush Processing	\$1.3	\$1.2	\$2.5	\$0.93
Base Curbside Collection COS	\$33.7	\$24.4	\$58.1	\$21.93
Other Offsetting Revenue		\$3.6		\$1.36
Net Cost of Base Curbside Collection Services				\$20.57
Trash Collection Cost of Service	\$19.5	\$13.6	\$33.1	\$12.44
Other Offsetting Revenue		\$0.5		\$0.20
Net Cost of Curbside Trash Collection Service				\$12.24



# FY24 Proposed Rate Changes

- Residential Base Customer Fee Increase: \$1.00
- Residential Clean Community Fee Increase: \$0.15
- Large Trash Cart Increase: \$0.65
- Example of Typical Residential Customer Monthly Bill

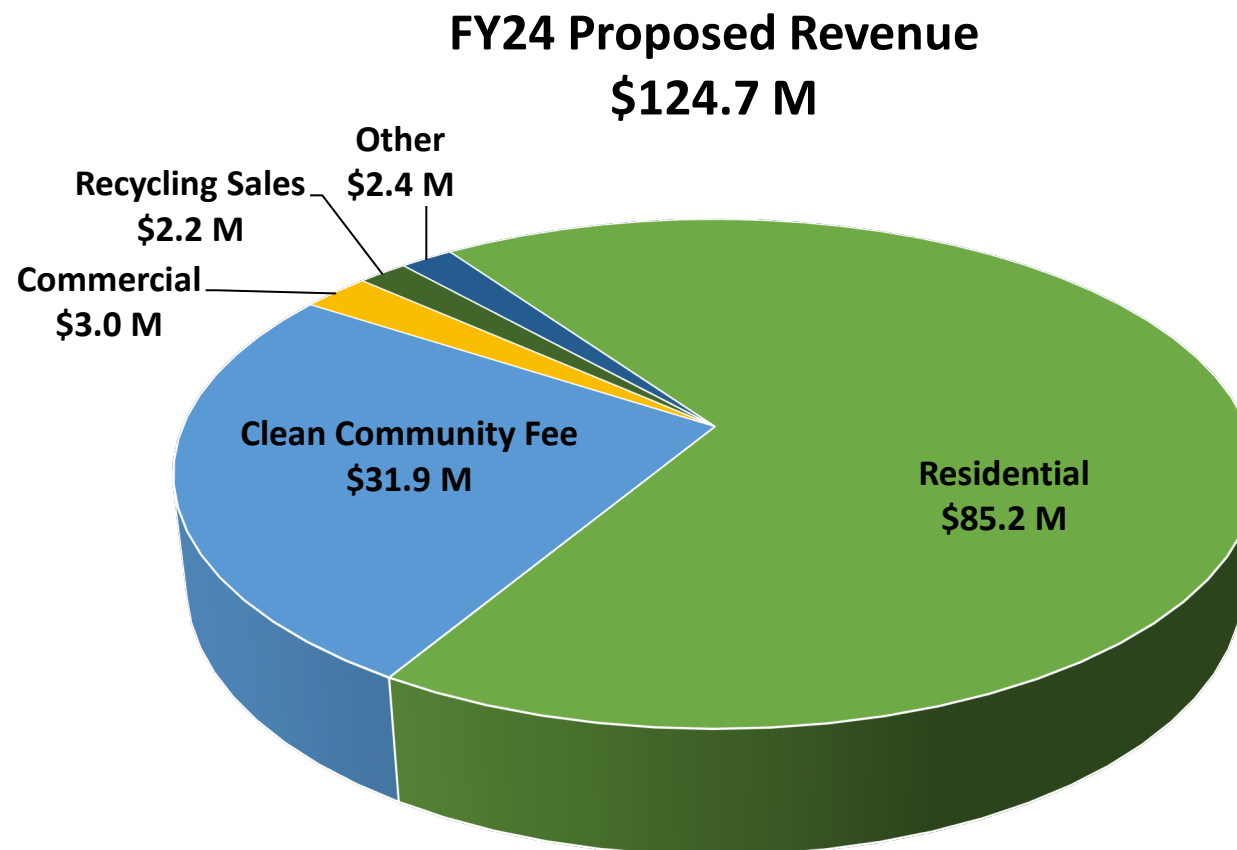
	FY 2023	FY 2024	Change
Clean Community Fee	\$4.85	\$5.00	\$0.15
Base Fee	\$19.45	\$20.45	\$1.00
Large Trash Cart	\$10.25	\$10.90	\$0.65
<b>Total Bill</b>	<b>\$34.55</b>	<b>\$36.35</b>	<b>\$1.80</b>

# FY24 Proposed Fund Summary Snapshot

(in Millions)	FY 2020-21 Actual	FY 2021-22 Actual	FY 2022-23 Estimated	FY 2022-23 Amended	FY 2023-24 Proposed
<b>Beginning Balance</b>	\$11.9	\$14.2	\$18.3	\$18.3	\$9.9
<b>Total Revenue</b>	\$107.5	\$114.2	\$116.6	\$118.0	\$124.7
<b>Total Available Funds</b>	\$107.5	\$114.3	\$132.0	\$133.3	\$124.7
<b>Program Requirements</b>					
Collection Services	\$47.3	\$47.4	\$73.6	\$71.3	\$53.3
Support Services	\$9.5	\$10.2	\$11.0	\$12.1	\$12.5
Litter Abatement	\$7.1	\$8.2	\$8.8	\$10.1	\$11.1
Operations Support	\$7.0	\$7.6	\$7.7	\$8.3	\$10.3
Waste Diversion	\$5.8	\$5.8	\$6.6	\$6.8	\$8.0
Remediation	\$1.5	\$1.4	\$1.2	\$1.3	\$1.2
<b>Total Program Requirements</b>	\$78.3	\$80.7	\$108.9	\$109.9	\$96.5
<b>Total Other Requirements</b>	\$2.2	\$2.9	\$2.8	\$3.9	\$2.6
<b>Total Transfers Out</b>	\$25.2	\$27.6	\$28.7	\$28.7	\$27.0
<b>Total Requirements</b>	\$105.7	\$111.2	\$140.4	\$142.4	\$126.0
Excess (Deficiency) of Total Available Funds Over Total Requirements	\$1.8	\$3.1	(\$8.4)	(\$9.1)	(\$1.3)
<b>Adjustment to GAAP</b>	\$0.5	\$1.0	\$0.0	\$0.0	\$0.0
<b>Ending Balance</b>	\$14.2	\$18.3	\$9.9	\$9.2	\$8.6

Note: Numbers may not add due to rounding.

# Proposed Revenue



# Top 10 FY24 Proposed Expense Categories

Expense Category	FY24 Proposed Budget (in millions)	Percentage of Total FY24 Proposed Budget
Personnel (Wages, Overtime, Insurance, Taxes, etc.)	\$54.8	43%
Preventative Maintenance and Repairs on ARR Fleet	\$13.8	11%
Capital Spending – Vehicles, Equipment and Others	\$11.7	9%
Citywide Allocation for Support Services	\$5.3	4%
Recycling Processing Contracts	\$5.1	4%
Fuel for ARR fleet	\$4.9	4%
Landfill Disposal Contract	\$4.0	3%
Payment for Debt-Financed Capital Items	\$3.9	3%
Billing System Support	\$2.2	2%
Replacement Cart Purchases	\$1.8	1%
<b>Total</b>	<b>\$107.5</b>	<b>85%*</b>

\*Departmentwide Contractuals and Commodities 15%

# Capital Improvement Plan

Subproject by Category	FY24 Spending Plan
<b>Vehicles and Equipment</b>	
Light-, Medium-, and Heavy-Duty Equipment and Vehicles	\$10,765,000
<b>Buildings and Improvements</b>	
Security System Upgrades	\$41,158
<b>Landfills</b>	
FM 812 Landfill Slope Stability	\$870,000
<b>Total</b>	<b>\$11,676,158</b>

# Questions

