



Napa County

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Legislation Text

File #: 21-911, **Version:** 1

TO: Board of Supervisors
FROM: Steven Lederer, Director, Public Works
REPORT BY: Steven Lederer, Director, Public Works
SUBJECT: UVDS Franchise Fee Fiscal Year 2021-2022 Budget Adoption

RECOMMENDATION

SET MATTER 9:40 AM - 5 Minutes

Director of Public Works requests adoption of the recommended budget for the UVDS Franchise Fee for the Fiscal Year 2021-22 budget with a total appropriation of \$158,000 in Fund 2182 Division 2182000 (4/5 vote required).

(CONTINUED FROM SEPTEMBER 14, 2021)

EXECUTIVE SUMMARY

The Board of Supervisors opened a public hearing for the Fiscal Year 2021-2022 budget on September 14, 2021. This board item has been prepared based on the Board's action taken during the hearing and is presented as the basis for the adoption of the budget.

PROCEDURAL REQUIREMENTS

1. Staff reports.
2. Public comments.
3. Motion, second, discussion and vote to adopt the budget.

FISCAL & STRATEGIC PLAN IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	No
Is it Mandatory or Discretionary?	Mandatory
Is the general fund affected?	No
Consequences if not approved:	No appropriation authority will exist for the subject budget unit
County Strategic Plan pillar addressed:	Effective and Open Government

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

On October 19, 2020, the Upper Valley Waste Management Agency (UVA), a Joint Powers Agency (JPA) of which the County is a member, agreed to an updated and restated franchise agreement with the contracted waste hauler, Upper Valley Disposal Service (UVDS). The new agreement resulted in UVDS paying a fee to each of the members of the agency. Revenues received by the County can be used to implement activities related to waste management, diversion, and recycling. The funds can also be used to mitigate impacts from providing waste related services, such as wear and tear on our roadways.

In the first year of the agreement, the revenue to be received will be 2.5% of the gross revenue received by the company for services provided to unincorporated county customers. This is expected to generate approximately \$155,000 in new revenue for the County. In the second year of the contract the percentage rises to 6%, and in the third and subsequent years the percentage rises to 10%.

Staff proposes to expend the revenue on the following programs:

1. Implementation of SB 1383, Organics regulations (\$88,000);
2. Litter Reduction Program (\$25,000);
3. Road repairs related to wear and tear from franchise vehicles (\$45,000).

Remaining funds will held in reserves.

On September 14, 2021, the Board opened a public hearing for the Fiscal Year 2021-2022 recommended budget for the UVDS Franchise Fees. This board item has been prepared based on the Board's action taken during the hearing and is presented as the basis for the adoption of the budget.