



ENVIRONMENTAL MANAGEMENT DIVISION

MEMORANDUM

TO: Bruce Walden, Chief Administrative Officer
FROM: Bill Gray, Public Works Director
Rod Fletcher, Environmental Manager
DATE: February 18, 2004
RE: Recycling Tax Amendments

Action Requested

Approval of the attached Ordinance amending the amounts of the residential, dormitory, and multifamily recycling tax.

Background

The U-CYCLE programs are wholly funded from mandatory recycling taxes imposed on all residential, dormitory and multifamily property owners. With the new recycling agreements being presented for Council approval, there are increased costs associated with the agreements. Both programs will experience increased costs for the term of the agreements. Among those costs are increases in the residential program - contractual collection costs, 15 gallon replacement bins, acquisition costs for the new 65 gallon toters, storage for 95 gallon toters used in the multifamily program, and increases to educational/promotional efforts for both programs, as well as inflationary costs.

As a result, the recycling taxes will need to be amended to generate sufficient revenue to pay for the programs.

Financial Impact

All three rates are being proposed to increase by twenty-five cents a month. The current rate for the residential program is \$2.25 per month (\$27.00 /yr.) would increase to \$2.50 per month (\$30.00/yr.).

The multifamily program has two rates. The current dormitory rate is \$1.75 per month (\$21.00/yr.) would increase to \$2.00 per month (\$24.00/yr.). [This rate is multiplied by the number of occupants authorized to reside in a given location - rooming house, fraternal chapter, etc. to determine the total monthly fee.] The current multifamily rate is the same as the residential rate of \$2.25 per month and would also increase to \$30.00/yr. [This rate is multiplied by the number of dwelling units in an apartment building to determine its monthly fee.]

Staff believes that these rate adjustments will adequately fund both U-CYCLE programs for the five year term of the agreements.

Recommendations

It is recommended the attached ordinance be adopted.

ORDINANCE NO. 2004-02-019

AN ORDINANCE AMENDING CHAPTERS FOURTEEN AND TWENTY-TWO OF THE
CODE OF ORDINANCES, CITY OF URBANA, ILLINIOS REGULATING
RECYCLING TAXES

(Residential, Dormitory, and Multifamily Dwellings)

WHEREAS, the City Council adopted Ordinance 2002-04-039
which amended recycling taxes imposed upon residential,
dormitory, and multifamily dwellings on April 15, 2002; and

WHEREAS, the City Council desires to amend the amount of
the monthly recycling tax for residential, dormitory and
multifamily dwellings.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE
CITY OF URBANA, ILLINOIS, as follows:

Section 1. That Section 22-101 of Chapter 22, "Taxation",
of the Code Of Ordinances, City of Urbana, Illinois, is hereby
amended to read as follows:

Section 22-101. Definitions.

"(g) *Residential dwelling* means any single or
multifamily dwelling of four (4) or fewer dwelling units
within the corporate limits of the city, but does not
include dormitories, hotels, motels or nursing homes."

Section 2. That Section 22-121 of Chapter 22, "Taxation",
of the Code Of Ordinances, City of Urbana, Illinois, is hereby
amended to read as follows:

Section 22-121. Definitions.

"*Multifamily dwelling* means any building which
contains five (5) or more dwelling units within the
corporate limits of the city, but does not include
dormitories, hotels, motels, or nursing homes, nor does it

include multifamily dwellings owned by the University of Illinois."

Section 3. That Section 14-7 of Chapter 14, "Licenses and Permits", of the Code Of Ordinances, City of Urbana, Illinois, is hereby amended to read as follows:

SCHEDULE OF FEES: "(I) WASTE MANAGEMENT

- 1. Regional Pollution Control Facility, annually.. \$2550.00
- 2. Hauler Business License..... \$ 260.00
- 3. Vehicle Sticker..... \$ 130.00
- 4. Residential Recycling Tax: The monthly Recycling Tax for a Dwelling Unit in a Residential Dwelling shall be Two dollars and Fifty Cents (\$2.50).
- 5. Dormitory Recycling Tax: The monthly Recycling Tax for a Dormitory shall be Two Dollars and no Cents (\$2.00) times the residential capacity of the dormitory.
- 6. Multifamily Dwelling Recycling Tax: The monthly Recycling Tax for a Multifamily Dwelling shall be Two Dollars and Fifty Cents (\$2.50) per Dwelling Unit in a Multifamily Dwelling."

Section 4. The following shall be the effective date for the respective tax amendments:

Residential Tax	March 1, 2004
Dormitory Recycling Tax	August 1, 2004
Multifamily Dwelling Recycling Tax	August 1, 2004

PASSED by the City Council this _____ day of _____, _____.

AYES:

NAYS:

ABSTAINS:

Phyllis D. Clark, City Clerk

APPROVED by the Mayor this _____ day of _____,
_____.

Tod Satterthwaite, Mayor