

<b>UA Trash - Curb Pick UP</b>			
<b>Cost Comparison - City vs. Inland</b>			
	<b>City</b>		<b>Inland</b>
Solid waste disposal	8,336,285		10,540,539
Tipping Fees included in bid			(1,602,500)
Tipping fees city will pay	1,453,523		1,300,000
Adjust bid - Trash is separated			(240,000)
Intracity services (Vehicle maintenance and fuel)	1,276,308		
Equipment and amortization (1 packer + 3 Cushmans/year)	987,500		(448,515)
<b>Credit for recyclables</b>			(1,125,000)
Avoidable Cost	522,500		
Reduction in Workers Compensation Insurance	840,000		
Less adjustment to convert to curbside	(2,500,000)		
Unknown	(7,195)		2,500
Total Costs as presented to Council	10,908,920		8,427,024
Savings as presented to Council			2,481,896
<b>Adjustments to City Costs to make them comparable to Inland's Costs:</b>			
Deduct Credit for recyclables (Deducted from Inland's)	(1,125,000)		<b>From A</b>
Change tipping fees to equal Inland's fee offset	(153,523)		<b>From B</b>
Equipment costs - average 4 years actual (Note 1)	606,575		<b>GAAP Guideline</b>
Equipment Capital Expenditures used in City estimate	987,500		<b>From C</b>
Adjustment to City Equipment costs estimate	(380,925)		
Reduce City estimate for Avoidables by 1/2 (Note 2)	(261,250)		
Severance Pay - Increased cost for privatizing	(350,000)		<b>Per Severance Agreement</b>
<b>Adjustments to City Costs</b>	(2,270,698)		
<b>City Cost net of Credit &amp; adjustments</b>	8,638,223		8,427,024
<b>Adjusted Savings</b>			\$ 211,199
<b>Number of households in Upper Arlington</b>			12,000
<b>Average revised projected savings per household for the five years</b>			\$ 17.60
<b>Average revised projected savings per household per year</b>			\$ 3.52
Note 1 - Equipment is capitalized and depreciated, not expensed in year purchased.			
Note 2 - The City Finance Director was asked for backup for Avoidable Cost and documents to support the \$522,500 amount for the five years. It was not provided.			
3/29/2008			