

OFFICE OF THE MAYOR
SAN FRANCISCO



LONDON N. BREED
MAYOR

TO: Angela Calvillo, Clerk of the Board of Supervisors
FROM: Tom Paulino, Liaison to the Board of Supervisors
RE: Settlement of Unmitigated Claims against Sunset Scavenger Company, Golden Gate Disposal & Recycling Company, Ecology San Francisco, and Ecology Properties Inc. - San Francisco Refuse Ratepayers to Receive \$25,000,000 Credit to Offset Cost of Living Adjustments and Rate Increases
DATE: November 15, 2022

Resolution approving the settlement of pre-litigation claims against Sunset Scavenger Company, Golden Gate Disposal & Recycling Company, Ecology San Francisco, and Ecology Properties Inc. through the acceptance of a \$25,000,000 reimbursement to San Francisco ratepayers; the claims involve alleged retention of profits above the 9 percent target profit approved in the 2017 public rate setting process, and the timing and appropriateness of cost of living adjustments to rates; additional material terms of the settlement are that rental costs of select real properties will not be passed through to ratepayers once acquisition costs are paid, and ratepayers will be reimbursed for up to approximately \$26,000,000 in rental payments in the event that those properties are no longer available for the benefit of San Francisco refuse ratepayers.

Should you have any questions, please contact Tom Paulino at 415-554-6153.