

Recology Material Mistakes or Errors Disclosures (December 21, 2022)

Identified Confirmed Material Mistakes or Errors

In December 2022, Sunset Scavenger Company and Golden Gate Disposal & Recycling Company (collectively, "SF Recology Collections Companies") identified the Suspected Material Mistake or Error set forth in Attachment A. The SF Recology Collections Companies investigated the Suspected Material Mistake or Error and have determined that it is a Confirmed Material Mistake or Error.

The SF Recology Collections Companies will address the Material Mistake or Error in Attachment A by issuing revised Q1, Q2, and Q3 RY22 Rate Reports.

The SF Recology Collections Companies did not accrue in revenue for the release of Tier 3 and Tier 4 Zero Waste Incentive ("ZWI") funds to the Companies in lieu of increased rates charged to ratepayers in the first three quarters of RY22 following the implementation of the RY22 cost of living adjustment on July 1, 2021. As a result, the total revenue that the SF Recology Collections Companies reported in the Rate Reports in each of these first three quarters was understated by \$995,063 per quarter (or, cumulatively, by \$995,063 for Q1, \$1,990,126 for Q2, and \$2,985,189 for Q3). Tables 6, 11, and 13 of the Q1, Q2, and Q3 RY22 Rate Reports were affected by this Material Mistake or Error and will be updated with the correct amounts in the revised Rate Reports for these periods. The total revenue reported by the SF Recology Collections Companies in the RY22 Annual Rate Report was not impacted by this Material Mistake or Error and is correct.

Because this Material Mistake or Error affected only the reporting of total revenues, there is no impact on the rates charged to ratepayers.

I declare under penalty of perjury, under the laws of the State of California, that all statements contained in this Disclosure of Material Mistake or Error are true and correct, to the best of my knowledge. Executed this 21st day of December 2022, in San Francisco, California.

DocuSigned by:



A70DE95A5515458...

Terry Duong

Regional Controller, Recology San Francisco Companies

Material Error Disclosure
Increase (Decrease)
RY22

#	Rate App	Rate Reports	SSGG / RSF	Rate Report Table	Item	Description	Cause	Rate Report - Actual		
								Q1_RY22	Q2_RY22	Q3_RY22
1	No	Yes	SSGG	Table 6	Residential	To correct actual revenue for underaccrual of Tier 3 and Tier 4 ZWI funds	Accounting error	289,178	578,356	867,534
2	No	Yes	SSGG	Table 6	Apartment	To correct actual revenue for underaccrual of Tier 3 and Tier 4 ZWI funds	Accounting error	237,101	474,203	711,304
3	No	Yes	SSGG	Table 6	Commercial	To correct actual revenue for underaccrual of Tier 3 and Tier 4 ZWI funds	Accounting error	408,982	817,964	1,226,946
4	No	Yes	SSGG	Table 6	Commercial Compactors	To correct actual revenue for underaccrual of Tier 3 and Tier 4 ZWI funds	Accounting error	59,802	119,603	179,405