



KPMG LLP
Suite 1400
55 Second Street
San Francisco, CA 94105

Independent Accountants' Agreed-Upon Procedures Report

The Board of Directors of Sunset Scavenger Company, Golden Gate Disposal & Recycling Company and Recology San Francisco (Recology San Francisco Companies):

We have performed the procedures enumerated below related to the accompanying Reconciliation Schedules prepared by Recology San Francisco Companies for the 12 months ending September 30, 2023. Recology San Francisco Companies are responsible for the Reconciliation Schedules.

Recology San Francisco Companies have agreed to and acknowledged that the procedures performed are sufficient and appropriate to meet the intended purpose of assisting users in evaluating the reconciliation of amounts from the audited combined financial statements of Sunset Scavenger Company, Golden Gate Disposal & Recycling Company, and Recology San Francisco as of and for the year ending September 30, 2023, to amounts in the San Francisco Annual Rate Report for the 12 months ending September 30, 2023. This report may not be suitable for any other purpose. Additionally, the City and County of San Francisco has agreed to and acknowledged that the procedures performed are sufficient and appropriate for its purposes. No other parties have agreed to or acknowledged the appropriateness of these procedures for the intended purpose or any other purpose.

The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes. We make no representation regarding the appropriateness of the procedures either for the intended purpose or for any other purpose. Additionally, we make no representation regarding the appropriateness of reconciling amounts in the audited combined financial statements and amounts in the San Francisco Annual Rate Report as described above.

The procedures and the associated findings are as follows:

1. We obtained from management the Sunset Scavenger Company, Golden Gate Disposal & Recycling Company, and Recology San Francisco Combined Financial Statements and Supplementary Information as of and for the years ended September 30, 2023 and 2022 ("FY23 Audited Financial Statements") with Independent Auditors' Report Thereon dated February 9, 2024. The FY23 Audited Financial Statements include supplemental Schedules 1, 2, and 4.
2. We obtained from management the San Francisco Annual Rate Report for the 12 months ending September 30, 2023 ("RY23 Rate Report") issued on February 28, 2024 that contains Tables 6, 7, 9, 10, 11, and 12.

Recology Sunset Scavenger and Recology Golden Gate Reconciliation

3. We obtained from management the Recology Sunset Scavenger and Recology Golden Gate Reconciliation schedule for the period October 2022 – September 2023 ("RY23 RSS RGG Reconciliation").
4. We traced and agreed the total operating revenue, each other income (expense) amount and net income in column B of the RY23 RSS RGG Reconciliation schedule to the corresponding amounts in Schedule 4 of the FY23 Audited Financial Statements.



5. We traced and agreed the operating expenses amounts in column B of the RY23 RSS RGG Reconciliation schedule to the corresponding amounts in Schedule 1 of the FY23 Audited Financial Statements.
6. We summed the subtotals and totals for the Reclassifications in column C of the RY23 RSS RGG Reconciliation schedule and verified the total sums to zero.
7. We obtained from management the Recology Sunset Scavenger and Recology Golden Gate Adjustments "RSS RGG Adjustments" schedule for the 12 months ended September 30, 2023, and traced and agreed the amounts from the RSS RGG Adjustments schedule to the corresponding amounts for the Adjustments in column E of the RY23 RSS RGG Reconciliation schedule.
8. We obtained from management the Recology Sunset Scavenger and Recology Golden Gate Amounts Excluded from Rate Reporting "RSS RGG Amounts Excluded from Rate Reporting" schedule for the 12 months ended September 30, 2023 and traced and agreed the amounts from the RSS RGG Amounts Excluded from Rate Reporting schedule to the corresponding amounts for the Amounts Excluded for Rate Reporting in column G of the RY23 RSS RGG Reconciliation schedule.
9. We traced and agreed each item description amount in column J of the RY23 RSS RGG Reconciliation schedule to the corresponding amounts in Table 6 and Table 9 in the RY23 Rate Report.
10. We traced and agreed the Net Revenue Retained total of \$356,550,413 from the Per Rate Report Table 6 in column J of the RY23 RSS RGG Reconciliation schedule to the corresponding amount in Table 6 of the RY23 Rate Report.
11. We traced and agreed the Total Expenses total of \$331,408,440 from the Per Rate Report Table 9 in column J of the RY23 RSS RGG Reconciliation schedule to the corresponding amount in Table 9 of the RY23 Rate Report.
12. We summed the subtotals and totals in column B, the Adjustments in column E, the Amounts Excluded for Rate Reporting in column G, and the Per Rate Report in column J of the RY23 RSS RGG Reconciliation schedule. For each item description amount from the Per Rate Report in column J, we also summed the corresponding amounts for Schedule 1 and 4 in column B, Reclassifications in column C, Adjustments in column E, and Amounts Excluded for Rate Reporting in column G and verified that the totals agreed with the amounts from Per Rate Report Tables 6 and 9 in column J.
13. We traced and agreed the Net Profit total of \$25,141,973 from the Per Rate Report in column J in the RY23 RSS RGG Reconciliation schedule to the corresponding amount in Table 11 of the RY23 Rate Report.

Recology San Francisco Reconciliation

14. We obtained from management the Recology San Francisco Reconciliation Schedule for the period October 2022 – September 2023 ("RY23 RSF Reconciliation").
15. We traced and agreed the total operating revenue, each other income (expense) amount and net income (loss) in column B of the RY23 RSF Reconciliation schedule to the corresponding amounts in Schedule 4 of the FY23 Audited Financial Statements.
16. We traced and agreed the operating expenses amounts in column B of the RY23 RSF Reconciliation schedule to the corresponding amounts in Schedule 2 of the FY23 Audited Financial Statements.
17. We summed the subtotals and totals for the Reclassifications in column C in the RY23 RSF Reconciliation schedule and verified the total sums to zero.



18. We obtained from management the Recology San Francisco Adjustments “RSF Adjustments” schedule for the 12 months ended September 30, 2023 and traced and agreed the amounts from the RSF Adjustments schedule to the corresponding amounts from the Adjustments in column E in the RY23 RSF Reconciliation schedule.
19. We obtained from management the Recology San Francisco Amounts Excluded from Rate Reporting “RSF Amounts Excluded from Rate Reporting” schedule for the 12 months ended September 30, 2023 and traced and agreed the amounts from the RSF Amounts Excluded from Rate Reporting schedule to the corresponding amounts from the Amounts Excluded from Rate Reporting in column G in the RY23 RSF Reconciliation schedule.
20. We traced and agreed each item description amount in column J of the RY23 RSF Reconciliation schedule to the corresponding amounts in Table 7 and Table 10 in the RY23 Rate Report.
21. We traced and agreed the Net Revenue Retained total of \$142,578,918 from the Per Rate Report Table 7 in column J of the RY23 RSF Reconciliation schedule to the corresponding amount in Table 7 of the RY23 Rate Report.
22. We traced and agreed the Total Expenses total of \$155,098,439 from the Per Rate Report Table 10 in column J of the RY23 RSF RGG Reconciliation schedule to the corresponding amount in Table 10 of the RY23 Rate Report.
23. We summed the subtotals and totals in column B, the Adjustments in column E, the Amounts Excluded for Rate Reporting in column G, and the Per Rate Report in column J of the RY23 RSF Reconciliation schedule. For each item description amount from the Per Rate Report in column J, we also summed the corresponding amounts for Schedule 2 and 4 in column B, Reclassifications in column C, Adjustments in column E, and Amounts Excluded for Rate Reporting in column G and verified that the totals agreed with the amounts from Per Rate Report Table 7 and Table 10 in column J.
24. We traced and agreed the Net profit (loss) total of (\$12,519,521) from the Per Rate Report in column J in the RY23 RSF Reconciliation schedule to the net profit (loss) in Table 12 of the RY23 Rate Report.

Recology San Francisco, Recology Sunset Scavenger & Recology Golden Gate Schedule of Allocated Management Fees and Pension

25. We obtained from management the Schedule of Allocated Management Fees for the 12 months ended September 30, 2023, which details the allocations of corporate administrative, legal, compliance, internal audit, finance, human resources, and information technology expenses from the relevant corporate cost center to each of the Recology San Francisco Companies (RSF, RSS, and RGG).
26. We compared the total amount allocated from Recology Corporate to the operating subsidiaries for each of the allocated departments to the total expenses in the Recology Corporate cost center (which includes employee payroll and benefit costs) in the general ledger and did not identify any differences.
27. Recology allocates corporate administrative, legal, compliance, internal audit, finance, human resources, and information technology expenses to its operating subsidiaries from its corporate cost center based on the proportion of total Recology consolidated revenue generated by each operating subsidiary. We recalculated the proportion of total Recology consolidated revenue generated by each of the San Francisco Companies and compared it to the percentages used to allocate expenses to the San Francisco Companies and did not identify any differences.



28. We compared the total amounts for RSS RGG and RSF from the Schedule of Allocated Management Fees to the corresponding corporate management fees amounts in column B of the respective RY23 RSS RGG Reconciliation and RY23 RSF Reconciliation. For RSS and RGG we identified a difference of \$22. For RSF, we identified a difference of \$164.
29. We obtained from management the RY23 Recology San Francisco, Recology Sunset Scavenger and Recology Golden Gate pension adjustments schedule for the 12 months ended September 30, 2023 (“RY23 RSF RSS RGG Pension Adjustments”).
30. We obtained from management the RY23 Recology Defined Benefit Pension Plan Net Periodic Pension Cost schedule prepared by Recology’s outside actuary (“RY23 Recology DBPP”) which includes net periodic pension cost information for each of the Recology San Francisco Companies (RSF, RSS, and RGG) for the 12 months ended September 30, 2023.
31. We compared the total net periodic pension cost (pension expense) amounts in the RY23 RSF RSS RGG Pension Adjustments schedule for RSF, RSS and RGG to the RY23 Recology DBPP (summation required) and did not identify any differences.
32. Recology Inc. made total contributions to the Recology Defined Benefit Pension Plan of \$25 million during the 12 months ended September 30, 2023. We compared this amount to Recology Inc.’s audited financial statements for the 12 months ended September 30, 2023 and did not identify any difference.
33. Recology allocated the \$25 million of pension plan contributions described in the previous step to its operating subsidiaries based on the proportion of total Recology Defined Benefit Pension Plan pension service cost incurred by each operating subsidiary as determined by Recology’s outside actuary. We recalculated the RY2023 Adjusted Pension Cost (cash basis) included in the RY23 RSF RSS RGG Pension Adjustments schedule for RSF, RSS and RGG based on this allocation methodology and did not identify any differences.
34. The RY23 RSF RSS RGG Pension Adjustments schedule calculates the \$17,209,614 pension adjustment for the Rate Report for RSS and RGG and the \$6,986,636 pension adjustment for the Rate Report for RSF for the 12 months ended September 30, 2023 as the amounts by which the allocated cash basis pension contributions for each entity described in the previous step exceeded net periodic pension cost addressed in step 31. We recalculated these adjustment amounts and did not identify any differences.

We were engaged by Recology San Francisco Companies to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants, which involves us performing the specific procedures agreed to and acknowledged above and reporting on findings based on performing those procedures. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the accompanying Reconciliation Schedules. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of Recology San Francisco Companies and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

KPMG LLP

San Francisco, California
February 29, 2024

**Recology Sunset Scavenger and Recology Golden Gate Reconciliation Schedule
for the period of October 2022 - September 2023**

A	B	C	D	E	F	G	H	I	J
	Schedule 4	Reclassifications	Reclassifications Reference	Adjustments	Adjustments Reference	Amounts Excluded for Rate Reporting	Amounts Excluded for Rate Reporting Reference	Item Description	Per Rate Report Table 6
Operating revenue									
Residential	\$ 101,409,855	\$ (2,257,169)	[6]	\$ -		\$ -		Residential	\$ 99,152,686
Apartments	83,222,763	(1,833,123)	[6]	-		-		Apartment	81,389,640
Commercial	197,535,058	(45,856,092)	[1][2][3][6]	-		(89,889)	[G]	Commercial	151,589,077
Commercial Compactors	-	27,307,212	[3][6]	-		-		Commercial Compactors	27,307,212
Debris Box Revenue	-	3,540,021	[1]	-		-		Debris Box	3,540,021
ZWI Rebate Revenue	-	8,079,152	[6]	59,324	[A]	-		ZWI Rebate Revenue	8,138,476
Open Market Debris Box Revenue	-	10,728,115	[2]	40,881	[B]	-		Open Market Debris Box Revenue	10,768,996
Other	1,472,728	(188,541)	[5]	-		-		Equipment & Supply Sales	1,284,187
Recycling	1,282,446	(4,553)	[6]	-		-		CalRecycle Payment	1,277,893
Miscellaneous Income	-	484,979	[5][7]	-		-		Miscellaneous Income	484,979
Interest Income	-	329,516	[17]	(11,148)	[C]	-		Interest Income	318,368
Less amounts reserved for impound and zero waste incentive accounts	(34,093,884)	10,706,396	[4]	-		-		Impound Account Funding	(23,387,488)
ZWI Funding	-	(10,706,395)	[4]	-		5,392,761	[F]	ZWI Funding	(5,313,634)
Total operating revenue	\$ 350,828,966	\$ 329,518		\$ 89,057		\$ 5,302,872		Net Revenue Retained	\$ 356,550,413

**Recology Sunset Scavenger and Recology Golden Gate Reconciliation Schedule
for the period of October 2022 - September 2023**

A	B	C	D	E	F	G	H	I	J
	Schedule 1	Reclassifications	Reclassifications Reference	Adjustments	Adjustments Reference	Amounts Excluded for Rate Reporting	Amounts Excluded for Rate Reporting Reference	Item Description	Per Rate Report Table 9
Operating expenses									
Projects	\$ 1,519,521	(205,342)	[18]	\$ -		\$ (1,314,179)	[G]	Project costs	\$ -
Salaries and wages	92,708,157	129,220	[18]	-		-		Payroll	92,837,377
Payroll taxes	6,824,982	-	-	-		-		Payroll Taxes	6,824,982
Pension and 401(k)	7,712,893	(8,929,798)	[8]	17,209,614	[D]	-		Pension	15,992,709
Health Insurance	18,878,306	6,056,132	[9]	-		-		Health Insurance	24,934,438
O/S Postretirement benefit	6,056,132	(6,056,132)	[9]	-		-		O/S Postretirement benefit	-
Workers' Compensation	9,123,355	-	-	-		-		Workers' Compensation	9,123,355
Corporate management fees	14,226,900	(399,814)	[10]	-		(645,371)	[G]	Corporate Allocations	13,181,715
Provision for bad debt	2,193,614	-	-	-		-		Bad Debt	2,193,614
O/S Billing Services	-	484,221	[16]	-		-		O/S Billing Services	484,221
Office expense	491,498	-	-	-		(155,436)	[G]	Office	336,062
Postage	31,045	-	-	-		-		Postage	31,045
Professional services	2,052,432	-	-	-		(132,656)	[G]	Professional Services	1,919,776
Security and janitorial	765,195	16,794	[18]	-		-		Security & Janitorial	781,989
Taxes	4,473,388	-	-	-		-		Taxes	4,473,388
Telephone	531,395	-	-	-		-		Telephone	531,395
Buildings and facilities	369,071	-	-	-		-		Building & Facility Repair	369,071
Depreciation	1,045,981	-	-	-		-		Depreciation	1,045,981
Environmental Compliance	-	399,814	[10]	-		(4,853)	[G]	Environmental Compliance	394,961
Freight	91,639	-	-	-		-		Freight	91,639
Fuel and oil	5,877,116	-	-	-		-		Fuel	5,877,116
Disposal Charges	83,978,055	(30,781,399)	[11][12]	-		-		I/C Disposal	53,196,656
Recycling processing	27,419,635	30,727,801	[11]	-		-		I/C Processing	58,147,436
Equipment rental	16,722,414	(393,646)	[13]	-		-		Lease	16,328,768
General and Vehicle Insurance	6,350,416	-	-	-		-		Liability Insurance	6,350,416
Licenses and permits	2,589,420	-	-	-		-		Licenses & Permits	2,589,420
O/S Disposal	-	53,598	[12]	-		-		O/S Disposal	53,598
O/S Equipment Rental	-	393,646	[13]	-		-		O/S Equipment Rental	393,646
Parts, tires, and tubes	3,806,545	(687,174)	[14]	-		-		Parts	3,119,371
Property rental	1,344,346	-	-	(240,000)	[E]	-		Property Rental	1,104,346
Repairs Expense	1,915,867	15,707	[18]	-		-		Repairs & Maintenance	1,931,574
Supplies	3,040,034	(637,968)	[15][18]	-		-		Supplies	2,402,066
Tires & Tubes	-	687,174	[14]	-		-		Tires & Tubes	687,174
Utilities	953,911	-	-	-		-		Utilities	953,911
Temporary labor and subcontractor costs	364,658	-	-	-		-		Contract Services	364,658
Other expense	2,370,438	200,491	[15][16][19]	-		(210,363)	[G]	Other	2,360,566
Business meals, travel and entertainment	73,697	-	-	-		(73,697)	[G]	Business meals, travel and entertainment	-
Dues and subscriptions	321,647	(3,122)	[19]	-		(318,525)	[G]	Dues and subscriptions	-
Amortization expense	1,994	-	-	-		(1,994)	[G]	Amortization expense	-
Total Operating expenses	\$ 326,225,697	\$ (8,929,797)		\$ 16,969,614		\$ (2,857,074)		Total Expenses	\$ 331,408,440

**Recology Sunset Scavenger and Recology Golden Gate Reconciliation Schedule
for the period of October 2022 - September 2023**

A	B	C	D	E	F	G	H	I	J
	Schedule 4	Reclassifications	Reclassifications Reference	Adjustments	Adjustments Reference	Amounts Excluded for Rate Reporting	Amounts Excluded for Rate Reporting Reference	Item Description	Per Rate Report
Other income (expense)									
Recology San Francisco, net income share	\$ (7,946,825)	-	-	\$ -		\$ 7,946,825	[G]	Recology San Francisco, net (loss) share	\$ -
Interest expense	-	-	-	-		-		Interest expense	-
Rental and other income	329,517	(329,517)	[17]	-		-		Rental and other income	-
Non-service pension and postretirement	7,987,948	(8,929,798)	[8]	-		941,850	[G]	Non-service pension and postretirement	-
Total Other income	\$ 370,640	\$ (9,259,315)		\$ -		\$ 8,888,675		Total Other income	\$ -
Net income	\$ 24,973,909	\$ -		\$ (16,880,557)		\$ 17,048,621		Net Profit	\$ 25,141,973

Notes:

- [1] To present Debris Box revenue separate from the rest of the commercial revenue
- [2] To present Open Market Debris Box revenue separate from the rest of the commercial revenue
- [3] To present Commercial Compactor revenue separate from the rest of the commercial revenue
- [4] To present Zero Waste Incentive funding as a separate line item for rate reporting purposes
- [5] To present Miscellaneous Income separate from other revenue
- [6] To present the ZWI rebate revenue as separate line item for rate reporting purposes
- [7] To reclass non CalRecycle payment to miscellaneous income
- [8] To group all pension related expenses and other income together
- [9] To move outside post retirement benefit to the health insurance line
- [10] To present environmental compliance expenses separate from the rest of the corporate allocation expenses
- [11] To regroup between intercompany disposal and intercompany processing
- [12] To present outside disposal expenses separate from the rest of the disposal expenses
- [13] To present outside equipment rental expenses separate from the rest of the equipment rental expenses
- [14] To present tire and tubes expenses separate from other supplies expenses
- [15] To reclass a portion of supplies to other expense for rate reporting purposes
- [16] To present outside billing services expenses separate from other expenses
- [17] To net interest income with other expenses
- [18] To reclassify project related costs to their specific expense types - payroll, security and janitorial, repairs and maintenance, and supplies expenses
- [19] To reclass special events to other expense for rate reporting purposes
- [A] To add the understatement of ZWI rebate revenue during the year
- [B] To add for services provided in-kind
- [C] To remove the interest income earned from the City and County of San Francisco for the year
- [D] To adjust from GAAP accrual basis of accounting to the cash basis of accounting. This expense type follows the cash basis of accounting
- [E] To remove intercompany property rental - SSC Facility Tunnel Ave & Beatty Rd for the current year
- [F] To remove balancing account activity
- [G] To remove items excluded from rates or not allowed in ratemaking

**Recology San Francisco Reconciliation Schedule
for the period of October 2022 - September 2023**

A	B	C	D	E	F	G	H	I	J
	Schedule 4	Reclassifications	Reclassifications Reference	Adjustments	Adjustments Reference	Amounts Excluded for Rate Reporting	Amounts Excluded for Rate Reporting Reference	Item Description	Per Rate Report Table 7
Operating revenue									
Recycle Central	\$ 27,484,532	\$ (27,484,532)	[2]	\$ -		\$ -		Recycle Central	\$ 27,484,532
Revenue from affiliate	83,921,905	(53,861,300)	[1][6]	-		-		Compostables	30,060,605
IMRF	-	2,298,272	[1]	-		-		IMRF	2,298,272
Trash	-	50,861,943	[1]	-		-		Trash	50,861,943
Other	-	520,268	[1]	-		-		Other	520,268
Commercial	8,492,142	(1,416,084)	[3][6]	-		-		Non-Account Customers	7,076,058
Disposal	9,324,410	(3,301,637)	[4][6]	-		-		Account Customers	6,022,773
Total Non-San Francisco		1,620,012	[3]	-		-		Total Non-San Francisco	1,620,012
Recycling	44,984,110	(28,863,685)	[2][6][19]	-		-		Net Recycling Revenue	16,120,425
Non-rate Revenue	-	3,071,303	[4]	-		-		Non-rate Revenue	3,071,303
Intercompany Dirt, Inerts & Others	-	763,494	[1]	-		-		Intercompany Dirt, Inerts & Others	763,494
Rental Income	-	24,000	[5]	-		-		Rental Income	24,000
Less amounts reserved for impound and zero waste incentive accounts *	629,591	-		-		(3,974,358)	[F]	ZWI Funding	(3,344,767)
Other	616,615	(616,615)	[6]	-		-		Other	-
Total operating revenue	\$ 147,968,773	\$ (1,415,497)		\$ -		\$ (3,974,358)		Net Revenue Retained	\$ 142,578,918

**Recology San Francisco Reconciliation Schedule
for the period of October 2022 - September 2023**

A	B	C	D	E	F	G	H	I	J
	Schedule 2	Reclassifications	Reclassifications Reference	Adjustments	Adjustments Reference	Amounts Excluded for Rate Reporting	Amounts Excluded for Rate Reporting Reference	Item Description	Per Rate Report Table 10
Operating expenses									
Projects	\$ 1,566,438	(978,516)	[18]	\$ (587,922)	[A]	\$ -		Project costs	\$ -
Salaries and wages	47,460,803	961,990	[18]	-		-		Payroll	48,422,793
Payroll taxes	3,720,794	-		-		-		Payroll Taxes	3,720,794
Pension and 401(k)	4,669,990	(3,119,150)	[7]	6,986,636	[B]	-		Pension	8,537,476
Health insurance	10,843,828	3,435,284	[8]	-		-		Health Insurance	14,279,112
Workers' compensation	4,001,444	-		-		-		Workers Compensation	4,001,444
Corporate management fees	251,060	(6,769)	[9]	(11,657)	[C]	-		Corporate Allocations	232,634
Provision for bad debt	783,599	-		-		-		Bad Debt	783,599
Office expenses	272,190	-		-		(73,913)	[G]	Office	198,277
Postage	4,968	-		-		-		Postage	4,968
Professional services	1,523,990	-		-		(95,298)	[G]	Professional Services	1,428,692
Repairs expense	1,156,872	-		-		-		Repairs & Maintenance	1,156,872
Security and janitorial	1,336,030	-		-		-		Security & Janitorial	1,336,030
Taxes	3,308,999	-		-		-		Taxes	3,308,999
Telephone	290,001	-		-		-		Telephone	290,001
Bridge Tolls	-	923,631	[15]	-		-		Bridge Tolls	923,631
Buildings and facilities	1,553,223	-		-		-		Building & Facility Repair	1,553,223
Depreciation	4,878,786	-		-		-		Depreciation	4,878,786
Amortization of ZWI Funding	-	-		(2,830,700)	[D]	-		Amortization of ZWI Funding	(2,830,700)
For Capital Expenditures	-	-		(84)	[C]	-		For Capital Expenditures	6,684
Environmental Compliance	-	6,768	[9]	-		-		Environmental Compliance	6,684
Freight	4,398,866	-		-		-		Freight	4,398,866
Fuel and oil	3,513,334	-		-		-		Fuel	3,513,334
Disposal charges	26,939,287	(1,171,423)	[10]	-		-		I/C Processing & Disposal	25,767,864
Equipment rental	5,053,207	(279,961)	[11]	(46,588)	[E]	-		Lease	4,726,658
General and vehicle insurance	2,477,285	-		-		-		Liability Insurance	2,477,285
Licenses and permits	4,684,177	-		-		-		Licenses & Permits	4,684,177
O/S Disposal	-	1,171,423	[10]	-		-		O/S Disposal	1,171,423
O/S Equipment Rental	-	279,961	[11]	-		-		O/S Equipment Rental	279,961
Parts, tires, and tubes	2,581,044	(229,771)	[12]	-		-		Parts	2,351,273
Property rental	7,338,732	-		-		-		Property Rental	7,338,732
Supplies	2,533,734	31,407	[13][14][18]	-		-		Supplies	2,565,141
Tires & Tubes	-	229,771	[12]	-		-		Tires & Tubes	229,771
Utilities	2,429,396	-		-		-		Utilities	2,429,396
Temporary labor and subcontractor costs	77,374	-		-		-		Contract Services	77,374
Other expense	1,134,179	(279,322)	[14][15][16][17]	-		(988)	[G]	Other	853,869
Cost of goods sold	423,783	(423,783)	[13]	-		-		Cost of goods sold	-
Loss on asset disposal and impairment	2,786,270	-		(2,786,270)	[G]	-		Loss on asset disposal and impairment	-
Postretirement medical benefit	3,435,284	(3,435,284)	[8]	-		-		Postretirement medical benefit	-
Regional management expense	248,066	(248,066)	[16]	-		-		Regional management expense	-
Recycling processing	1,439,498	(1,439,498)	[19]	-		-		Recycling processing	-
Advertising and promotion, donations, dues and subscriptions	36,589	-		-		(36,589)	[G]	Advertising and promotion, donations, dues and subscriptions	-
Business meals, travel and entertainment	58,090	-		-		(58,090)	[G]	Business meals, travel and entertainment	-
Total Operating expenses	\$ 159,211,210	\$ (4,571,308)		\$ 3,509,685		\$ (3,051,148)		Total Expenses	\$ 155,098,439

**Recology San Francisco Reconciliation Schedule
for the period of October 2022 - September 2023**

A	B	C	D	E	F	G	H	I	J
	Schedule 4	Reclassifications	Reclassifications Reference	Adjustments	Adjustments Reference	Amounts Excluded for Rate Reporting	Amounts Excluded for Rate Reporting Reference	Item Description	Per Rate Report
Other income (expense)									
Interest expense	\$ (1,624)	\$ -		\$ -		\$ -	[G]	Interest expense	\$ -
Rental and other income	36,661	(36,661)	[5][17]	-		-		Rental and other income	-
Non-service pension and postretirement	3,260,575	(3,119,150)	[7]	-		(141,425)	[G]	Non-service pension and postretirement	-
Total Other income	\$ 3,295,612	\$ (3,155,811)		\$ -		\$ (139,801)		Total Other income	\$ -
Net income (loss)	\$ (7,946,825)	\$ -		\$ (3,509,685)		\$ (1,063,011)		Net Profit (loss)	\$ (12,519,521)

Notes:

- *Less amounts reserved for impound and zero waste incentive accounts is a positive balance on Schedule 4 because of the balancing account
- [1] To present Compostables, IMRF, Trash and Other revenue as separate line items in Table 7 of the rate report
- [2] To present Recycling tipping fee revenue separate from other recycling revenue
- [3] To present Non-San Francisco tipping fee revenue separate from San Francisco tipping fee revenue
- [4] To present Non-rate revenue separate from tipping fee revenue
- [5] To present rental income separate from interest income
- [6] To include the components of the other income into the appropriate line items in Table 7 of the rate report
- [7] To move non-service pension costs to the pension line for rate reporting purposes
- [8] To move post retirement medical benefit to the health insurance line
- [9] To present environmental compliance expenses separate from the rest of the corporate allocation expenses
- [10] To present outside disposal expenses separate from the rest of the disposal expenses
- [11] To present outside equipment rental expenses separate from the rest of the equipment rental expenses
- [12] To present tire and tubes expenses separate from other part expenses
- [13] To group cost of good sold with supplies expenses
- [14] To reclass a portion of supplies to other expense for rate reporting purposes
- [15] To present bridge toll expenses separate from other expenses
- [16] To group regional management expense with other expenses
- [17] To net interest income with other expenses
- [18] To reclassify project related costs to their specific expense types - payroll and supplies expense
- [19] To reclassify recycling processing to net recycling revenue
- [A] To remove SF legal/regulatory project costs
- [B] To adjust from GAAP accrual basis of accounting to the cash basis of accounting. Pension is the only expense type to follow the cash basis of accounting
- [C] To remove non-rate items from corporate allocation
- [D] To adjust Amortization of ZWI Funding used for Capital Expenditures to offset the Depreciation expense
- [E] To remove lease expense for interest on ZWI funded portion of capital expenditure
- [F] To remove the balancing account activity
- [G] To remove items excluded from rates or not allowed in ratemaking