Capitola City Council Agenda Report

Meeting: March 24, 2022

From: City Manager Department

Subject: Update on Greenwaste Recovery, Inc. Providing an Optional

35-gallon Organics Bin for Residential Customers

<u>Recommended Action</u>: Approve the addition of a \$0.74 per month charge to residential customers who opt to receive a 35-gallon organics bin in the GreenWaste Franchise Agreement.

<u>Background</u>: At the October 14, 2022, City Council meeting, City Council authorized the City Manager to enter into an amended and restated Franchise Agreement with GreenWaste Recovery, Inc. valid through 2030.

Included in the agreement was the addition of a 64-gallon yard waste and food scraps (organics) bin for all residential customers.

Since that time, it has become apparent the 64-gallon organics bin does not work for residential customers who have limited space. At the February 24, 2022, City Council meeting, this concern was discussed after a presentation by GreenWaste.

<u>Discussion</u>: GreenWaste is now able to offer 35-gallon organics bins to residential customers. Because this size was not included in the original agreement, GreenWaste must charge customers to pay for the purchase costs of 35-gallon organics bins. The charge for the 35-gallon organics bin will be \$0.74 per month. This charge is only for those customers requesting the 35-gallon organics bin, the 64-gallon organics bin is included in the current rates.

<u>Fiscal Impact</u>: No fiscal impact for the City. Customers will pay GreenWaste directly for this service.

Report Prepared By: Larry Laurent, Assistant to the City Manager

Reviewed By: Chloé Woodmansee, City Clerk Approved By: Jamie Goldstein, City Manager

