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	APR 7~ 2014		emorandum
CAPITAL OF SILICON VALLEY	City Manager's Office		
TO: HONORABLE M AND CITY COU		FROM:	Kerrie Romanow
SUBJECT: PHASE OUT O GARBAGE CAT		DATE:	April 4, 2014
Approved S	<u>`</u>	Date 4	1/4/14

INFORMATION

On September 17, 2013, the City Council approved a service delivery strategy to collect Recycle Plus payments for garbage and recycling services for all single-family residential households through the Santa Clara County Secured Property Tax Bill. One of the considerations of the new billing model was the need to eliminate 20-gallon cart service due to the 32-gallon cart becoming the standard level of service. A public notice regarding potential rate increases was mailed to Recycle Plus customers earlier this month that included the proposed discontinuation of 20-gallon cart service effective January 1, 2015. This memorandum describes the timeline for transitioning 20-gallon garbage cart customers to 32-gallon cart service by January 1, 2015.

Effective April 1, 2014, customers will no longer be offered 20-gallon garbage service, thereby avoiding subsequent transition to 32-gallon service a few months later. In July 2014, 20-gallon customers will receive a notification advising them of their upcoming transition to 32-gallon service. From August to December 2014, the Recycle Plus haulers will exchange 20-gallon carts for 32-gallon carts. Effective January 1, 2015, customers will be billed at the 32-gallon service rate and the 20-gallon cart rate will be eliminated.

Approximately 7,400 customers (3.5 percent) currently have a 20-gallon cart and 180,000 customers (86 percent) subscribe to a 32-gallon service. The 20-gallon rate of \$28.23 is \$1.72 per month less than the 32-gallon cart rate of \$29.95 per month. The table below provides an overview of 20-gallon cart customers by Council District.

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Council District	20-Gallon Garbage Cart Customers		
1	897		
2	712		
3	615		
4	777		
5	489		
6	1,020		
7	515		
8	735		
9	954		
10	704		
Total	7,418		

The City's Customer Service Call Center will be trained to handle customer calls regarding the elimination of the 20-gallon service rate. Copies of the customer notification will also be provided to staff in the Council and City Manager offices.

COORDINATION

This memorandum was coordinated with the Information Technology Department – Customer Contact Center.

/s/ KERRIE ROMANOW Director, Environmental Services

For more information, please contact Jo Zientek, Deputy Director, at (408) 535-8557.