

Compostable Bag Program & Proposed Agreements

UPDATE TO REGULATORY AND NEIGHBORHOOD AFFAIRS COMMITTEE
JUNE 13, 2019

Background On Program

- ❖ The City began collecting yard waste (glass clippings and leaves) in compostable bags in 2009.
- Compostable bags were chosen to replace petroleum based plastic bags to allow diversion of yard waste from landfill disposal to composting operations.
- Diverting this organic material from the landfill results in significant cost savings and revenue to the City; and decreases methane gas emissions from landfills helping to mitigate climate change.
- * The cost avoidance of tip fees from program inception exceeds \$3.5M.
- Revenue received from the City's composting contractor is \$5.25/ton; which since program inception is \$764K.
- Originally bag vendors were approved for use in the City's program as long as they met the criteria of the program and the composter.



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Proposed Updates

- The two contracts being proposed would bring the suppliers of the compostable bags under contract with the City allowing for greater oversight and better service to residents.
- Contracts address customer service, durability and supply concerns.
- ❖City will have options to terminate suppliers if the criteria in the scope of work are not being met.
- City selected to maintain at least two vendors.

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Proposed Program Improvements

Program Improvements Under Contracts:

- Bag thickness is increased to 1.2 mil:
- Requires 12-month minimum shelf life after distribution to retailers;
- Box requires manufacture date and use-by date;
- Packaging in multiple languages;
- Dedicated customer service resource;
- Listing of where bags can be purchased;
- Royalty to license City logo to be paid per box sold. (\$0.50/box)

Timeline for Implementation if Approved

- Within 30 days of executed contract the City will supply updated artwork to the newly approved vendors for use on the bags and boxes;
- Existing vendors will be notified that they have up to 90 days to sell or remove products with the City's logo from local retailers;
- Residents will have up to 120 days to use any remaining bags before being required to use the two new approved vendors' bags.



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Thank you!

QUESTIONS?