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MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT

Home of the Last Chance Mercantile

April 12, 2007

WILLIAM MERRY, P.E., DEE
GENERAL MANAGER/
DISTRICT ENGINEERTIMOTHY S. FLANAGAN
ASST. GENERAL MANAGERRICHARD SHEDDEN, P.E.
SENIOR ENGINEERRICHARD NORTON
ADMIN. SERVICES MGR.ROBERT WELLINGTON
COUNSEL

Mr. Richard Hill
City Manager
City of Capitola
420 Capitola Avenue
Capitola, CA 95010

Re: Response to Request for Information on Continued Acceptance of City of Capitola Waste

Dear Mr. Hill:

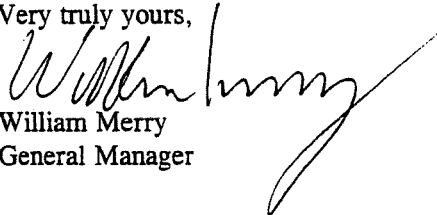
Thank you for taking the time to come down to the Monterey Regional Waste Management District (District) to meet with me and my staff last week. As I understand, your city is in the process of reassigning the franchise agreement for solid waste collection to another hauler. In order to establish rates for collection and disposal for that agreement, Capitola is seeking clarification as to the District's policy for the continued acceptance of Capitola's refuse at the posted gate rate for solid waste.

The District has permitted capacity for approximately 40,000,000 tons of refuse currently over 100 years of future site life. We had a major permit revision in 2005 that increased our daily capacity to 3,500 tons per day and 2,000 vehicle trips per day. Our current daily operations are well below those permitted thresholds.

At this time and for the foreseeable future, the District does not envision any circumstances in which Capitola refuse, which has come to the District via a direct haul basis for a number of years, would not be accepted at the posted gate rate. I anticipate the District will be able to continue to accept Capitola waste as it has for many years. Should there be some discussion or proposed action by the Board to revise the District's policies in this regard in the future, I will let you know.

I hope this provides some clarification for you in your negotiations for the assignment of your refuse collection contract. Please advise the District when the assignment is completed and the new contact information for your hauler is available. We are adjusting our waste acceptance screening criteria and we would like to notify the new hauler of those changes.

Very truly yours,


William Merry
General Manager

cc: Lisa Murphy

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