



Staff Report

TO: City Council
FROM: Christina Taylor, Deputy City Manager
DATE: May 7, 2024
SUBJECT: Downtown Grease Trap Incentive Program – Funding Agreement – 390 W Oak Valley Parkway

Description Consideration of a Funding Agreement for installation of a grease interceptor at the property located at 390 W Oak Valley Parkway.

Background and Analysis:

On December 6, 2022, City Council approved the establishment of the Downtown Incentive Program which was launched in 2023. The program included the following incentives:

- Downtown Façade Improvement Program or Business Improvement Program
- Business Attraction and Expansion Program
- Pre-Application Fee Waiver
- Building Investigation Fee Waiver
- Sewer Connection Fee Deferral and Grease Trap Program
- Fire Sprinkler Installation Program (added in September 2023)

On September 1, 2021, the City received a new Statewide Waste Discharge Requirements Order for sanitary sewer systems. One of the requirements of this order was to require certain existing restaurants to install new facilities, a grease trap or grease interceptor. The Grease Trap/Interceptor incentive program was developed to support the few restaurants which were open and in operation as of that date. Discharge compliance from all restaurants and other industrial users within the City is necessary for the City's adherence to the state order, which results in groundwater quality preservation, reduced spills, lower environmental impacts, and reduced sewer rates.

Business retention and encouraging expansion of these restaurants within the downtown area stimulates private investment, supports customer patronage, and retains dining opportunities leading to preservation of sales tax revenues.

Staff has received an application for the grease trap incentive program for the property located at 390 W Oak Valley Parkway. At a previous City Council meeting, it was proposed and subsequently approved by City Council to permit Beaumont-Cherry Valley Recreation and Parks District to participate in the Grease Trap Incentive Program. The subject site contains a commercial building roughly 1,200 square feet in size, which is occupied by the Beaumont Youth Baseball Snack Bar. The application requests funding for reimbursement under the program for the installation of a grease interceptor for a business which was open and in operation as of September 1, 2021. The application contains the required three (3) bids to perform the work. The lowest responsible bid totals \$14,579.71. The cost breakdown is as follows:

Grease Interceptor (Schier Products) \$5,607.30 (Attachment B)
Risers for Grease Interceptor (Pro-Pipe & Supply) \$836.41 (Attachment C)
Installation of the Grease Interceptor (Aloha Plumbing) \$8,136.00 (Attachment D)

The funding agreement (Attachment A) provides for a 1:1 dollar match for eligible improvements. The maximum program grant amount for this project is \$7,289.85. The agreement specifies the requirements of the program in accordance with the program policies and procedures. Some of these requirements include obtaining a building permit for the work to be performed, passing a final inspection, and submitting receipts and proof of payment for the work performed.

Staff will review the receipts, proof of payment, and confirm the contractors were paid in full for the work. At that time, the City will reimburse the awardee up to \$7,289.85 pursuant to the attached agreement.

Fiscal Impact:

The total not to exceed amount under the agreement is \$7,289.85.

\$1,000,000 is appropriated in the FY2023-24 Budget GL Fund 100-1235-7096 to fund these programs. Staff is tracking the total program funding and has determined sufficient funds exist should the City Council approve the proposed agreement. The current unallocated program balance is \$921,756.50.

Staff estimates the cost to prepare this staff report and funding agreement, including legal review to be \$250.

Recommended Action:

Approve the Funding Agreement with Beaumont-Cherry Valley Recreation and Parks District for Grease Trap Improvements for the property located at 390 W Oak Valley Parkway.

Attachments:

- A. Funding Agreement – Grease Trap Improvements – 390 W Oak Valley Parkway
- B. Grease Interceptor purchase
- C. Risers for Grease Interceptor purchase
- D. Installation of Grease Interceptor