

# 1. ECONOMIES OF SCALE AND INVESTMENT CAPACITY

## 1.1. Key elements for the implementation stage

For the implementation of pay as you throw (PAYT) and know as you throw (KAYT) schemes, it is recommended to consider the key elements listed below:

- | Before the implementation stage, it is highly recommended to pilot the PAYT/KAYT scheme to be implemented, so that certain aspects of the design that could compromise the budget on a larger scale can be revised. This is especially relevant when the investment is quite high because a lot of technology is going to be implemented. Pilot testing can save costs in the long term.
- | Implementing different PAYT schemes adapted to each zone of the municipality might be recommended when there are different kinds of urbanism, socioeconomic or business structures across the municipality. In that case, the implementation at different stages would be also recommended, which can also facilitate budget availability.
- | A gradual implementation could be done by type of user. Generally, it would start with the commercial implementation, followed by the domestic one, and in the city centre, followed by the surrounding neighbourhoods.

## 1.2. Public entities that provide economic support for the study and implementation of fair taxes

Each region or country has its own public entity that provides economic support (via public aid, financial subsidies, etc.) intended to promote the study and implementation of Fair Taxes or Pay-As-You-Throw (PAYT) systems, depending on the degree of incorporation of the concept of Fair Tax or PAYT in the regulations of the country or region.