

DATE: November 26, 2020

TO: Depot Network

**RE:** Effective January 1, 2021:

1) Elimination of Depot paid BCMB Operating Fee and Depot

**Permit Renewal Fees;** 

2) Change to Handling Commissions

## **Attention Depot Permit Holders:**

The BCMB Board of Directors approved the changes contained in this notice at the November 25, 2020 Board meeting.

Key Changes, effective January 1, 2021:

- 1. The BCMB is changing to a 'user pays' Operating Fee model;
- 2. Depot Permit Holders will no longer be required to pay the BCMB Operating Fee;
- 3. The BCMB Operating Fee will be charged on 100% of all containers sold in the Province;
- 4. ABCRC and ABCC (BDL) will no longer deduct this fee from your payments;
- 5. Handling Commissions will be adjusted to reflect this change (a reduction to the Revenue Requirement of approximately \$1.6M); and
- 6. Depot Permit Holders will no longer be required to pay Permit Renewal Fees.

**Effective January 1, 2021, Permit Renewal Fees (\$600) will no longer be charged to Depots.** The Permit Renewal process that occurs every five years will still be required, however no fee will be charged. For information on the Permit Renewal process, please <u>click here</u>.

Please note that fees associated with the following applications will remain in effect: New Depot applications (including Permit Release Fees), Change of Ownership (purchase by outside party or majority shareholder change only), and Change of Location.

An updated Fee By-law and Handling Commission By-law can be found on the BCMB website at <a href="https://www.bcmb.ab.ca/about/governing-documents/">https://www.bcmb.ab.ca/about/governing-documents/</a>

Should you have any questions, please direct them to Jamie Moore, Director, Finance & Administration at <a href="mailto:imoore@bcmb.ab.ca">imoore@bcmb.ab.ca</a>.



## **Example:** Sample Bottle Depot R-Bill – Before and after changes

al	ocrc 🕥			De	pot Statement			
	DEPOT (Current 2020 Rates)					Electronic	: File Transfe	
-Bill ro-Bill	123456789 PA987654321			Received Approved			2020-09-20 2020-09-23	
Units	Description	Deposit	Handling	GST	VAF BCMI	B ABDA	POR	
32,400	Aluminum 0 -1 Litre	3,240.00	1,179.30	56.38	(25.95	) (17.85)	(7.80)	
120	Bag in a Box Over 1 Litre	30.00	47.76	2.38	(0.10	(0.07)	(0.03)	
900	Gable Top 0 -1 Litre	90.00	64.25	3.14	(0.72	(0.50)	(0.22)	
720	Gable Top Over 1 Litre	180.00	99.02	4.89	(0.58	(0.40)	(0.18)	
3,780	Glass 0 -1 Litre	378.00	303.31	14.87	(3.03	(2.09)	(0.91)	
1,440	HDPE Natural Over 1 Litre	360.00	229.32	11.35	(1.14	(0.78)	(0.36)	
12,000	PET 0 -1 Litre	1,200.00	578.50	27.97	(9.60	(6.60)	(2.90)	
1,800	PET Over 1 Litre	450.00	236.55	11.68	(1.45	(1.00)	(0.45)	
1,500	Plastics Other 0 - 1 Litre Scrap Aluminum	150.00	83.00	4.03	(1.20	(0.83)	(0.36)	
3,000	Tetra Brik 0 -1 Litre	300.00	164.88	8.01	(2.40	) (1.66)	(0.72)	
57,660	Total	6,378.00	2,985.89	144.70	(46.17	) (31.78)	(13.93)	
					Subtotal:		9,272.01	
					GST		144.70	
					Grand Total:		9,416.71	

abcrc Depot Statement									
AMPLE D	DEPOT (2021 Rates)						Electronic	File Transfer	
R-Bill 123456789 Pro-Bill PA987654321				Received Approved			2021-01-01 2021-01-03		
Units	Description	Deposit	Handling	GST	VAF	всмв	ABDA	POR	
32,400	Aluminum 0 -1 Litre	3,240.00	1,157.33	56.58			(17.85)	(7.80)	
120	Bag in a Box Over 1 Litre	30.00	47.23	2.36			(0.07)	(0.03)	
900	Gable Top 0 -1 Litre	90.00	63.32	3.13			(0.50)	(0.22)	
720	Gable Top Over 1 Litre	180.00	97.80	4.86			(0.40)	(0.18)	
3,780	Glass 0 -1 Litre	378.00	299.11	14.81			(2.09)	(0.91)	
1,440	HDPE Natural Over 1 Litre	360.00	226.48	11.27			(0.78)	(0.36)	
12,000	PET 0 -1 Litre	1,200.00	568.92	27.97			(6.60)	(2.90)	
1,800	PET Over 1 Litre	450.00	233.59	11.61			(1.00)	(0.45)	
1,500	Plastics Other 0 - 1 Litre Scrap Aluminum	150.00	81.71	4.03			(0.83)	(0.36)	
3,000	Tetra Brik 0 -1 Litre	300.00	162.30	8.00			(1.66)	(0.72)	
57,660	Total	6,378.00	2,937.78	144.60			(31.78)	(13.93)	
					Su	ubtotal: GST		<b>9,270.07</b> 144.60	
					Grand	Total:		9,414.67	

Summary of Differences							
Description	2020 Rates	<b>2021 Rates</b>	Difference				
Handling Commission - based on 2021 adjusted rates	\$2,985.89	\$2,937.78	(\$48.11)				
found on page 3							
GST – adjusted based on new totals	\$144.70	\$144.60	(\$0.10)				
BCMB Fees - no longer paid by Permit Holders	(\$46.17)	\$0.00	\$46.17				
Grand Total	\$9,416.71	\$9,414.67	(\$2.04)				

## Appendix: Change in Handling Commission

Forecast Group	Container Stream	HCs per Current 2019/20 HCR Agreement (¢/container)	Revised Handling Commissions (¢/container)	Change between Current HCs and Revised HCs
1	Aluminum 0 - 1 Litre	3.6400	3.572	(0.068)
2	Bag in Box Over 1 Litre	39.797	39.358	(0.439)
3	Bi-Metal 0 - 1 Litre	7.904	7.796	(0.108)
4	Bi-Metal Over 1 Litre	17.957	17.734	(0.223)
5	Specialty Containers	3,149.0000	3,149.0000	0.0000
6	Drink Pouch 0 - 1 Litre	7.114	7.015	(0.099)
7	Gable Top 0 - 1 Litre	7.139	7.036	(0.103)
8	Gable Top Over 1 Litre	13.754	13.583	(0.171)
9	Glass 0 - 1 Litre	8.024	7.913	(0.111)
10	Glass Over 1 Litre	15.883	15.693	(0.190)
11	HDPE Plastics Natural Over 1 Litre	15.925	15.728	(0.197)
12	Industry Standard Bottle	6.619	6.523	(0.096)
13	Liquor and Wine Ceramics	126.189	124.825	(1.364)
14	Molson Coors MGD Refillable 355ml	7.288	7.185	(0.103)
15	Other Plastics 0 - 1 Litre	5.533	5.447	(0.086)
16	Other Plastics Over 1 Litre	15.473	15.282	(0.191)
17	PET 0 - 1 Litre	4.821	4.741	(0.080)
18	PET Over 1 Litre	13.143	12.977	(0.166)
19	Plastic One-Way Keg Over 1 Litre	196.389	194.317	(2.072)
20	Sleemans Refillable	7.092	6.989	(0.103)
21	Steam Whistle Refillable	8.358	8.241	(0.117)
22	Tetra Brik 0 - 1 Litre	5.496	5.410	(0.086)
23	Tetra Brik Over 1 Litre	14.312	14.135	(0.177)
24	Moosehead	8.915	8.792	(0.123)