

Dear Manufacturer,

We would like to take this opportunity to welcome you to Alberta Beverage Container Recycling Corporation (ABCRC). ABCRC is the approved collection system agent for non-refillable beverage containers in Alberta.

The Beverage Container Recycling Regulation requires that manufacturers appoint, use and maintain a collection system agent to operate a common collection system. ABCRC will act, on the part of the registered manufacturer, to collect and process empty post-consumer beverage containers and to reimburse bottle depots as required under the Regulation.

To ensure that ABCRC has the operating capital to manage your containers, and to assume the liability for any unredeemed containers, we require you to sign the attached Participation Agreement and remit a refundable deposit to be paid prior to the sale of any containers into Alberta. The refundable deposit is to be the greater of either \$5,000.00 or the equivalent refund values and container recycling fees that will be payable for the first three months forecast sales. The refundable deposit will be returned to you provided you have properly reported your sales, remitted the corresponding deposit refunds and CRFs related to those sales, and provided the required audit verification of those sales.

We would encourage you to contact ABCRC's Controller at 403-264-0170 (ext. 240) if you have any questions or concerns.

Regards,

JAJA.

Guy West President



The following information must be provided prior to distribution of any beverage product in Alberta. Your product(s) will not be registered until the forms listed below are completed and sent to the appropriate agency.

To finalize your product registration, please make sure to send the forms below to the *Alberta Beverage Container Recycling Corporation (ABCRC)*:

ABCRC Confirmation of Collection System Agent (CSA) Agreement
Refundable Initial Deposit of \$5,000.00 or an amount based on your 3-months sales forecast, whichever is greater

Please contact ABCRC directly if you require further information on the submission of the CSA Agreement or Initial Deposit at (403)-264-0170 Ext. 250 (Accounts Receivable).

Mail the completed documents to:

ABCRC 901 57 Avenue NE Calgary, AB T2E 8X9

The following pages also contain information in regards to reporting sales once your account has been established with ABCRC.

CONFIRMATION OF COLLECTION SYSTEM AGENT

This Cnfirmation is dated	, and remains valid and
enforceable as long as the under	signed remains a Manufacturer in accordance with the
Registration, or until ABCRC ce	eases to be the Collection System Agent, or until this
Confirmation is amended or repla	aced in accordance with its terms.

Recitals

- A. Manufacturers of Beverages in non-refillable Containers for sale or distribution in Alberta shall use and maintain a Common Collection System for the recovery and recycling of empty non-refillable registered Containers from Depots as defined in the Regulation.
- B. The Manufacturers shall appoint a Collection System Agent satisfactory to the Board to act on behalf of the Manufacturers with respect to the operation of the Common Collection System.
- C. ABCRC has been appointed as a Collection System Agent for non-refillable Containers since February 1, 1995 and ABCRC is designated by the Board as the Collection System Agent.

For good and valuable consideration the parties agree as follows:

1. Definitions

In this Confirmation:

- 1.1 "ABCRC" means Alberta Beverage Container Recycling Corporation.
- 1.2 "BCMB" m eans Beverage Container Management Board established un der the Regulation.
- 1.3 "Beverage" means any liquid that is a ready-to-serve drink and is not exempt from the Regulation.
- 1.4 "Board" means the board of directors from time to time of BCMB.
- 1.5 "By-laws" means by-laws made by BCMB under section 18 of the Regulation.
- 1.6 "Collection System A gent" means the agent appointed by Manufacturers under section 8 of the Regulation.
- 1.7 "Common Collection System" means the container collection system in Alberta that does not distinguish Containers of similar size and material from each other based on the Manufacturer of the Container.

- 1.8 "Container" means the used non-refillable registered beverage container as described in the Regulation that has been sold in Alberta and has not previously entered the Common Collection System at any point.
- 1.9 "Depot" means a place operated as a business for the collection of empty Containers that holds a permit issued by BCMB.
- 1.10 "Manufacturer" means a person who manufacturers a Beverage and includes

a person who carries on the business of filling Containers with a Beverage, and

a person who imports a Beverage in a Container into Alberta for the purpose of distribution or sale into Alberta.

1.11 "Regulation" means the Beverage Container Recycling Regulation, Alberta Regulation 101/97, as amended or replaced.

2. Confirmation of Appointment

- 2.1 The undersigned Manufacturer hereeby confirms the appointment of A BCRC as Collection System Agent to act on its behalf with respect to the operation of the Common Collection System.
- 2.2 The undersigned Manufacturer agrees that ABCRC will be its exclusive agent for dealing with BCMB and the Board on all matters arising under the Regulation and the By-laws made from time to time with respect to collection and recovery of registered Containers including, but not limited to, representing the undersigned Manufacturer in any and all processes to determine handling commissions payable to a Depot, with respect to non-refillable Containers.
- 2.3 The undersigned Manufacturer understands that ABCRC will be the exclusive agent for all Manufacturers with respect to non-refillable Containers for all matters described under section 2.2.

3. Commitment From ABCRC

- 3.1 ABCRC shall comply with the Regulation and the By-laws.
- 3.2 ABCRC shall, in accordance with the Regulation and the By-laws:
 - 3.2.1 collect non-refillable registered Containers from Depots;
 - 3.2.2 on collecting such Containers from a Depot, reimburse the Depot operator the deposit for each Container collected from the Depot operator as specified in the Regulation and pay the Depot operator a handling commission in an amount specified in the By-laws;

- 3.2.3 provide or cause to provide to BCMB information pertaining to the recovery of Containers;
- 3.2.4 cause non -refillable Containers to be recycled by a method approved by BCMB;
- 3.2.5 compile and submit, or cause to be submitted, to BCMB in a form acceptable to BCMB and at the times required by BCMB, information concerning the volume of Containers recycled under section 16 of the Regulation and will aggregate all information received by ABCRC from the undersigned Manufacturer and all other Manufacturers as required by the By-laws and submit such aggregated information to BCMB.
- 3.3 ABCRC shall conduct the operations of the Common Collection System in a manner that protects the confidentiality of proprietary information of the undersigned Manufacturer and all other Manufacturers.
- 3.4 ABCRC shall promptly notify all Manufacturers of beverages sold in non-refillable Containers:
 - 3.4.1 when it changes the container recycling fee and the details of those changes;
 - 3.4.2 when it receives notice from BCMB of the commencement of the handling commission process;
 - 3.4.3 when the handling commission process has concluded; and
 - 3.4.4 of the BCMB decision regarding handling commissions.

4. Commitment From Manufacturer

- 4.1 The undersigned Manufacturer shall:
 - 4.1.1 comply with the Regulation and the By-laws;
 - 4.1.2 not sell or distribute or offer to sell or distribute or permit to be sold or distributed in Alberta any Beverage in a Container unless the Manufacturer has received written notice from BCMB that the Container is registered in accordance with the By-laws;
 - 4.1.3 maintain the Common Collection System by reporting and remitting, on a monthly basis, to ABCRC, from the date the Container has been registered by the BCMB, in a form acceptable to ABCRC and at the times required by ABCRC, information concerning the number of Containers sold by the Manufacturer in each Container category;
 - 4.1.4 maintain the Common Collection System by remitting to ABCRC all of the container recycling fee determined by ABCRC and the deposit determined in accordance with the Regulation for each of its Containers sold at the time;

- 4.1.5 promptly, upon receipt of notification from ABCRC, notify all its retailers/distributors of changes to the container recycling fee;
- 4.1.6 provide to ABCRC auditors audit confirmation requests in a timely fashion; and
- 4.1.7 compile and submit to ABCRC on an annual basis, a sales verification package, in the format prescribed by ABCRC, verifying 90% of the Manufacturer's reported sales volume into Alberta, net of subsequent out-of-province shipments that reflect:
 - 4.1.7.1 external audit verification for Manufacturers whose total annual sales reported are equal to or exceed 10 million Containers;
 - 4.1.7.2 audit verification, either by external or internal auditors, for Manufacturers whose total annual sales reported are 5 million Containers but are less than 10 million Containers; and
 - 4.1.7.3 sales verification, either by external auditors, internal auditors or the senior operating officer, for Manufacturers whose total annual sales reported are less than 5 million Containers.
- 4.2 If the undersigned Manufacturer fails to remit to ABCRC the amounts required under section 4.1.4 on a timely basis so as to enable ABCRC to comply with the Regulation and the By-laws, interest will accrue on the unpaid portion from the date due until paid in full at the annual prime rate of interest from time to time charged by the Toronto Dominion Bank on commercial loans in Canada plus 5%. The Manufacturer will pay such accrued interest to ABCRC upon demand by ABCRC.

Manufacturer's Name	Alberta Beverage Container Recycling Corporation				
	JAJ SA				
Per:Name and Title	Per: Guy West , President				
Address:	Address: 901 57 th Avenue NE Calgary, Alberta T2E 8X9				



Fee Policy

ABCRC's Collection System Agent Fees for each material type and size shall be calculated using the regulated rates for BCMB fees and handling commissions, along with twelvemonth totals of operating revenues and expenditures.

ABCRC's Net Expenses in Excess of Revenues is calculated for each container type and size. This is calculated as the total expense per container net of any operating revenues per container.

ABCRC's Net Expenses in Excess of Revenues is multiplied by a twelve-month rolling return volume to determine the Calculated Cost per Unit Sold. This allows for the necessary funding levels to be expressed on a per container rate that may be applied to the Participant's sales volumes.

The Container Recycling Fee (CRF) is calculated by rounding the Calculated Cost per Unit Sold up to the next whole cent and then deducting the value of the deposit refund paid by consumers.

The Collection System Agent Fees are set with consideration for the following two criteria:

- 1. The Fees must yield sufficient funds to support the ongoing Operation of the Common Collection System.
- 2. All material streams are treated fairly, equitably, and independently. There is no cross subsidization of material streams. Each stream is responsible for the costs of recovering its containers.



ON-LINE REPORTING & REMITTANCE TO ABCRC

Please submit your reports through the ABCRC website www.abcrc.com

Online reporting includes the following advantages.

- 1. It is a **faster and secure** way of filing report, the information will be transmitted via an encrypted code to ABCRC'S authorized people.
- 2. Online filing system is more standard and accurate. It can help avoid misunderstanding or typing error, which will save time.
- 3. Filing report electronically can reduce the possibility of mail lost and misdelivered to zero.
- 4. Online reporting system automatically picks the effective rates and calculates the outstanding amount.

For reporting electronically you only need the **User Name and Password.** ABCRC will assign the login information and send via email once the account is setup.

PLEASE REMIT THE PAYMENTS TO:

By Mail	or	By Courier
ABCRC		ABCRC - Lockbox #C3077
Lockbox #C3077		Symcor Inc.
PO Box 2980		3663 – 63 rd Ave NE
Calgary, Alberta T2P 4	IS1	Calgary, Alberta T3J 0G2

Should you have any questions please feel free to contact ABCRC.

Accounts Receivable

<u>ARStaff@abcrc.com</u>

Phone:(403) 264-0170 (ext 250) Fax:(403) 264-0179



ADVISORY

November 2, 2021

RE: NEW CONTAINER RECYCLING FEES (CRF) EFFECTIVE FEBRUARY 1, 2022

Dear Manufacturers and Retailers:

On September 16, 2021, ABCRC's Board of Drectors reviewed and approved change to the Container Recycling Fees (CRF) in Alberta. These changes, which will become **effective February 1, 2022 are outlined in the attached fee schedule.** Please ensure that you make the appropriate changes to your internal information systems to reflect these approved changes. Copies of this fee schedule can also be downloaded from our portal by logging in and using your personal user name and password.

We encourage you to direct inquiries to our website at: https://albertadepot.ca/recycling-101/what-is-a-container-recycling-fee/. Note that this web site will continue to reflect the 2021 fees until February 1, 2022 when the new fees become effective.

The 2022 CRF brohure, intended for the public, will be available in January 2022. Should you wish to order printed copies, please contact Lori Koebel, Manager, Communications & Marketing at (403) 264-0170 ext. 234 or lkoebel@abcrc.com. Printed copies should only be made available to the public once the new fees come into effect February 1, 2022.

As part of retail inspections, please note that the Beverage Container Management Board (BCMB) will continue to check the CRF amounts being charged to consumers.

Please do not hesitate to contact our office should you have any further questions regarding the changes to the CRF.

Sincerely,

Guy West President

Alberta Beverage Container Recycling Corporation (ABCRC)

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Attachments: Fee Schedule



Alberta Deposit & CRF Schedule

DESIGNATED MATERIALS AND CATEGORIES

(all non-refillable alcoholic & non-alcoholic)

	Approved Rates February 1, 2022	
	Deposit	CRF
Aluminum		
Aluminum Can 1 Litre & Less	10 ¢	1¢
Aluminum Can over 1 Litre	25 ¢	9¢
Plastics		
PET 1 Litre & Less	10 ¢	3¢
PET Over 1 Litre	25 ¢	7¢
HDPE 1 Litre & Less	10 ¢	3 ¢
HDPE Over 1 Litre	25 ¢	7¢
PVC 1 Litre & Less	10 ¢	3 ¢
PVC Over 1 Litre	25 ¢	7¢
Polystyrene Cups	10 ¢	3 ¢
Glass		
Glass 1 Litre & Less	10 ¢	8¢
Glass Over 1 Litre	25 ¢	8¢
Ceramics 1 Litre & Less	10 ¢	13 ¢
Polycoat & Specialty Packages		
Tetra 1 Litre & Less	10 ¢	4 ¢
Tetra Over 1 Litre	25 ¢	11 ¢
Gable 1 Litre & Less	10 ¢	6¢
Gable Over 1 Litre	25 ¢	12 ¢
Drink Pouches	10 ¢	4 ¢
Bag-in-a-Box	25 ¢	4 ¢
Bi-Metal		
Bi-Metal 1 Litre & Less	10 ¢	9¢
Bi-Metal Over 1 Litre	25 ¢	9¢

Current Rates			
(February 1, 2021)			
Deposit	CRF		
10 ¢	0 ¢		
25 ¢	0¢		
10 ¢	3 ¢		
25 ¢	11 ¢		
10 ¢	3 ¢		
25 ¢	11 ¢		
10 ¢	3 ¢		
25 ¢	11 ¢		
10 ¢	3 ¢		
10 ¢	11 ¢		
25 ¢	11 ¢		
10 ¢	10 ¢		
10 ¢	2 ¢		
25 ¢	9¢		
10 ¢	3 ¢		
25 ¢	9¢		
10 ¢	1¢		
25 ¢	1¢		
10 ¢	4 ¢		
25 ¢	0 ¢		

ALBERTA BEVERAGE CONTAINER RECYCLING CORPORATION PARTICIPANT'S SALES REPORT (effective Feb 1, 2022)

Phone: 403-264-0170 Fax: 403-264-0179

PARTICIPANT:						
SALES PERIOD:						
				Deposit	I I	_
		Deposit	Container	Refunds		
	Containers Sold	Refund	Recycling Fee	Payable	CRF Payable	Total Payable
ALUMINUM						
0 - 1 Litre	-	0.1000	0.0100	-	-	-
Over 1 Litre	-	0.2500	0.0900	-	-	-
AEROSOL						
0 - 1 Litre		0.1000	0.0800	-	-	-
PLASTICS			1			
PET 0 - 1 Litre	-	0.1000	0.0300	-	-	-
PET Over 1 Litre	-	0.2500	0.0700	-	-	-
HDPE 0 - 1 Litre	-	0.1000	0.0300	-	-	-
HDPE Over 1 Litre	-	0.2500	0.0700	-	-	-
PVC 0 - 1 Litre	-	0.1000	0.0300	-	-	-
PVC Over 1 Litre	-	0.2500	0.0700	-	-	-
Polystrene Cups	-	0.1000	0.0300	-	-	-
Polypropylene 0 - 1 Litre	-	0.1000	0.0300	-	-	-
Polypropylene Over 1 Litre	-	0.2500	0.0700	-	-	-
Other Plastic-MCP 0-1 Litre	-	0.1000	0.0300	-	-	-
Other Plastic-MCP Over 1 Litre	-	0.2500	0.0700	-	-	-
Key-Keg	-	0.2500	0.7500	-	-	-
GLASS 0 - 500 ml		0.1000	0.0000			
501 - 1 Litre	-	0.1000	0.0800	-	-	-
Over 1 Litre	-	0.1000	0.0800	-	-	<u>-</u>
Ceramics	-	0.1000	0.1300	-	-	-
POLYCOAT	-	0.1000	0.1300		-	
Tetra Brik 0 - 1 Litre	_	0.1000	0.0400	_	_	_
Tetra Brik Over 1 Litre	-	0.2500	0.1100	-	-	_
Gable Top 0 - 1 Litre		0.1000	0.0600	_	_	-
Gable Top Over 1 Litre	-	0.2500	0.1200	_	-	-
Drink Pouches 0 - 1 Litre	_	0.1000	0.0400	_	-	-
Bag-In-A-Box	-	0.2500	0.0400	_	-	-
BI-METAL			l .			
0 - 1 Litre	-	0.1000	0.0900	-	-	=
Over 1 Litre	-	0.2500	0.0900	-	-	-
TOTALS	-			-	-	-
TOTAL REMITTANCE						\$ -
Prepared By (please print)						
-						
Signature						
Contact: phone, Fax, E-mail						