



October 8, 2015

Rochelle Yap Veloso, REHS
Environmental Specialist
Sacramento County Environmental Management Dept.
10590 Armstrong Avenue, Suite A
Mather, CA 95655

SUBJECT: Termination: Temporary Waiver to Allow Outside Bale Storage;
Cal-Waste Recovery Systems MRF, 175 Enterprise Court, Galt, CA 95632

Dear Ms. Veloso:

The purpose of this letter is to update our status and formally terminate the EXTENSION TO THE STIPULATED AGREEMENT FOR THE TEMPORARY WAIVER OF TERMS dated July 23, 2015 that allowed us to store processed and baled recyclable materials outside.

Per the reporting requirements of the Stipulated Agreement, CalWaste is providing the following:

1. Information regarding changes in operation or design that took place as a result of the Stipulated Agreement:
 - a. During the period of the Port of Oakland slowdown, CalWaste placed baled recyclables outside adjacent to the loading dock. The stored material included cardboard, mixed paper and plastics and was checked daily for nuisance conditions.
2. Description of steps taken to find a longer term and/or permanent solution to address the unforeseeable circumstances of the Port of Oakland slowdown:
 - a. As favorable market conditions resumed, CalWaste was able to identify additional buyers for the material.
 - b. We have shipped 100% of the backlog of baled material which was stored outside. Additionally, we have submitted an application for a permit revision on September 3, 2015 to allow outdoor storage.
3. Request to discontinue the Stipulated Agreement:
 - a. As a result of the above, CalWaste requests to discontinue the Stipulated Agreement on or before its termination date of October 21, 2015. We do not anticipate the need to maintain this temporary waiver any longer.

Thank you for your cooperation with this request, including the extensions; please contact me with any questions.

Sincerely,

A handwritten signature in blue ink that reads "Jack Fiori".

Jack Fiori
Vice President

CC: Lea Gibson, Sacramento County Environmental Management Dept.

