

REQUEST FOR APPROVAL

To: **Howard Levenson**
Deputy Director, Materials Management and Local Assistance Branch

From: **Shirley Willd-Wagner**
Branch Chief, Financial Resources Management

Request Date: April 28, 2011

Decision Subject: Awards for the Local Government Waste Tire Cleanup and Amnesty Event Grant Programs (Tire Recycling Management Fund, FY 2010/11)

Action By: May 17, 2011

Summary of Request:

Staff requests approval of grant awards for the Local Government Waste Tire Cleanup and Amnesty Event grant programs, Fiscal Year (FY) 2010/11.

The *Five Year Plan for Waste Tire Recycling Management Program – (5th Edition Covering Fiscal Years 2009/10-2013/14)* allocates a total of \$2,200,000 in FY 2010/11 for these grant programs (\$1.1 million for each program). At the April 12, 2011 CalRecycle meeting, staff presented recommendations for the reallocation of the Tire Recycling Management Fund for FY 2010/11. Subsequently, the Deputy Director approved the tire fund reallocation, which included an additional \$250,000 for the Local Government Waste Tire Cleanup and Amnesty Event Grant Programs. This brought total funding for the Cleanup and Amnesty Event Programs to \$2,450,000.

Staff received 52 applications requesting a total of \$2,890,886. Twenty (20) entities applied to both grant programs while 29 applied only for the Amnesty Event program and 3 applied only for the Waste Tire Cleanup program. Staff reviewed each application to determine grant program eligibility and appropriate level of funding, in accordance with the evaluation and ranking criteria approved in October 2010.

Recommendation:

Staff recommends approval of FY 2010/11 grant awards for the Local Government Waste Tire Cleanup and Amnesty Event Grant Programs as detailed in Table 1 in the *Funding* section.

- 21 Cleanup Grants totaling \$1,081,559 and
- 42 Amnesty Events Grants totaling \$1,368,411 (including Reallocation Funds).

Deputy Director Action:

On the basis of the information and analysis in this Request for Approval and the findings set out herein, I hereby conditionally approve the grant awards for the Local Government Waste Tire Cleanup and Amnesty Event Grant Programs for FY 2010/11 (as listed in Table 1 in the *Funding* section).

Each proposed Grantee's award is conditioned upon:

1. The full payment within 90 (ninety) days of the effective date of this grant award of all outstanding debt(s) or scheduled payment(s) owed by the proposed Grantee to CalRecycle; and

2. The return by the proposed Grantee of a complete and executed Grant Agreement within ninety (90) days from the date that CalRecycle staff mails the Grant Agreement.

Dated: 5/17/11

Howard Levenson

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Deputy Director

Attachment: 1. Approved Reallocation of Tire Funds Fiscal Year 2010/11

Background and Findings

Statutory Authority:

Public Resources Code (PRC) Section 42889(b)(5) authorizes CalRecycle to award grants to public entities and Qualifying Indian Tribes for the cost of cleanup, abatement, or other remedial actions related to the disposal of waste tires collected at cleanup projects and amnesty events. An annual appropriation from the California Tire Recycling Management Fund (Tire Fund) provides funds to administer the California Tire Recycling Act, Senate Bill 937 (Vuich, Statutes of 1990, Chapter 35) (Public Resources Code Sections 42860 et seq.).

Program Background:

Local Government Waste Tire Cleanup Grant Program

The Local Government Waste Tire Cleanup Grant Program provides funding to local governments for the removal, transport, and end use or disposal of waste tires from tire stockpiles or nuisance dumping in their communities. The maximum grant award for cleanup projects is \$50,000 per site and up to \$200,000 per applicant. Funds from this program are limited to the removal of waste tires along public rights-of-way or on private property that is not zoned agricultural with either: (a) less than 500 tires on site or (b) 500 to 5,000 tires if the property owner signs an affidavit stating that they did not bring the tires onto the site or allow others to bring the tires on site. Sites that are zoned agricultural are ineligible for this grant program until they have first attempted to obtain a grant through CalRecycle's Farm and Ranch Solid Waste Cleanup and Abatement Grant Program. In addition, sites with more than 500 tires may be referred for CalRecycle-managed cleanup if they do not meet the eligibility requirements of either the Farm and Ranch Program or Local Government Waste Tire Grant Cleanup Program, or if it is determined to be more cost effective to remediate a site through the CalRecycle-managed cleanup program.

Amnesty Event Grant Program

The Amnesty Event Grant Program provides funding to local governments for collection events, which allow citizens to bring their waste tires to convenient locations for proper remedial management. The maximum grant award for amnesty events is \$30,000 per applicant and up to \$90,000 per regional applicant. Grant funds are used for collection, transport, and end use or disposal only.

At its October 18-19, 2005 meeting, the former California Integrated Management Waste Board approved combining the Local Government Waste Tire Cleanup and the Amnesty Event grant programs into one grant application in an effort to streamline the grant application process. If fewer funds are requested than are allocated for either of these grant programs, the remaining funds can automatically be used to fund applicants for the other program.

Criteria and Process:

Eligible applicants for these grant programs include cities, counties, special districts, Qualifying Indian Tribes, and other political subdivisions and jurisdictions joined together by formal agreements. Cities or counties may submit a regional application with authorization from other cities and/or counties participating in the regional application. Program Applicant eligibility, project eligibility, grant award categories and evaluation process was discussed and approved in October 2010. The ranking criteria for the cleanup projects is based on a project's potential threat to health and safety and the environment, and the ranking criteria for amnesty events is based on the cost per tire for an event.

Staff received 52 total applications for both programs requesting a total of \$2,890,886. Twenty (20) entities applied for both grant programs; 29 applied only for the Amnesty Events program and 3 applied only for the Waste Tire Cleanup program. Staff reviewed each application to determine grant program eligibility and appropriate level of funding, in accordance with the approved ranking criteria for these grant programs. One applicant was disqualified as it did not meet Program requirements. Two other applicants withdrew their funding requests (one was referred to the Farm & Ranch Grant Program). The table below recaps the results of this process.

Grant Program	Applications Received / Eligible	Recommended Funding
Waste Tire Cleanup Grants	23 / 21	\$1,081,559
Amnesty Events Grants	48 / 47	\$1,118,441

Funding:

The *Five-Year Plan* allocates \$2,200,000 for the Grant Program for the Waste Tire Cleanup and Amnesty Event Grant Programs FY 2010/11 (\$1.1 million for each program). At the April 12, 2011 CalRecycle meeting, staff presented recommendations for the reallocation of the Tire Recycling Management Fund for FY 2010/11. Subsequently, the Deputy Director approved the tire fund reallocation which included an additional \$250,000 for the Waste Tire Cleanup and Amnesty Event Grant Programs. This results in \$2,450,000 total allocated funds for the Waste Tire Cleanup and Amnesty Event Grant Programs. The Budget Office has confirmed there are sufficient funds allocated for Fiscal Year 2010/11 for this grant program. Five applicants and one partial were not funded based on their rank using the approved process.

Fund Source	Amount Available	Amount to Fund Item	Amount Remaining	Line Item
Tire Recycling Management Fund (FY 2010/11)	\$2,200,000	\$2,200,000	\$ 0	Grants
Tire Recycling Management Fund (FY 2010/11) Reallocation	\$250,000	\$250,000	\$ 0	Grants

Table 1. Waste Tire Cleanup and Amnesty Event Grant Programs Recommended Award List

Applicant	Cleanup Projects	Amnesty Events	Amnesty Events (Reallocation)	Total Award Amount
City of Bakersfield	\$87,943			\$87,943
City of Beaumont *	\$1,369		\$2,580	\$3,949
City of Coalinga	\$10,920			\$10,920
City of Fortuna		\$5,050		\$5,050
City of Fresno	\$111,849	\$14,300		\$126,149
City of Hesperia *	\$19,037		\$20,724	\$39,761
City of Lake Elsinore			\$24,780	\$24,780
City of Lancaster	\$54,942	\$20,492		\$75,434
City of Long Beach *	\$39,175		\$30,000	\$69,175
City of Los Angeles	\$152,634	\$16,968		\$169,602
City of Madera	\$89,428	\$61,352		\$150,780
City of Mendota		\$11,772		\$11,772
City of Modesto	\$15,115	\$6,375		\$21,490
City of Redlands	\$2,951	\$5,022		\$7,973
City of San Bernardino	\$14,905			\$14,905
City of San Diego *	\$75,517		\$15,301	\$90,818
City of San Jose		\$29,990		\$29,990
City of Victorville *	\$34,359		\$13,650	\$48,009
City of Watsonville		\$12,000		\$12,000
Coachella Valley Association of Governments			\$41,887	\$41,887
El Dorado County		\$29,197		\$29,197
Fresno County	\$124,772	\$30,000		\$154,772
Humboldt Waste Management Authority		\$80,503		\$80,503
Imperial Valley Resource Management Agency	\$137,096	\$20,100		\$157,196
Lake County	\$2,500	\$25,023		\$27,523
Lassen Regional Solid Waste Management Authority			\$26,151	\$26,151
Los Angeles County	\$50,000	\$90,000		\$140,000
Malaga County Water District			\$8,310	\$8,310
Mendocino Solid Waste Management Authority		\$22,971		\$22,971
Merced County		\$63,000		\$63,000
Regional Waste Management Authority *		\$9,993	\$21,226	\$31,219
Riverside County	\$8,532	\$30,000		\$38,532
Rural Counties ESJPA		\$90,000		\$90,000
Salinas Valley Solid Waste Authority		\$60,864		\$60,864
San Diego County	\$43,326			\$43,326
San Joaquin County		\$58,625		\$58,625
Santa Cruz County		\$9,042		\$9,042

Shasta County		\$90,000		\$90,000
Siskiyou County		\$29,106		\$29,106
Solano County		\$90,000		\$90,000
Stanislaus County *	\$5,189		\$45,391	\$50,580
Tehama County Sanitary Landfill Agency		\$26,636		\$26,636
Town of Apple Valley		\$10,829		\$10,829
Town of Paradise		\$13,960		\$13,960
Town of Truckee		\$30,000		\$30,000
Trinity County		\$25,271		\$25,271
TOTAL	\$1,081,559	\$1,118,441	\$250,000	\$2,450,000

* Applicant's project will be split funded from the Waste Tire Cleanup and Amnesty Event Grant Programs' original allocation and the Tire Reallocation funding.

