



**Recycling Program  
Enforcement Branch –  
Quarterly Report**

January 26, 2016



# OBJECTIVES

- To provide a level of transparency for compliance assurance & enforcement activities
- To highlight successful compliance assurance and enforcement activities by CalRecycle and our interagency partners
- To provide performance metrics associated with major functional areas



# COMPLIANCE AND REVIEW SECTION

- Review and Remedy (RARE) Section has been reorganized and renamed the Compliance and Review (CoRe) Section
- Established the Probationary Review Unit (PRU) and Handling Fee Review Unit (HFRU)
- Handling Fee Desk Audit function was moved from the DOR/Convenience Zone
- Received 2 Auditors, 1 Program Technician and 1 Seasonal Clerk via reorg to staff the HFRU



# COMPLIANCE AND REVIEW SECTION

- Received a Staff Management Auditor and 2 Auditor positions via the FY 2015-16 Budget.
- Auditors assigned to the HFRU
- Filled the 2 Auditor positions this quarter
- Staff Management Auditor will be hired in the near future and will be the supervisor of the HFRU



# INVESTIGATIONS SECTION

- Received 10 LT Auditor positions via FY 2015/16 Budget to conduct Processor Oversight (PRO)
- 7 of 10 positions were filled during the quarter
- Work plan, implementation, and training was developed during this quarter for all PRO activities
- Staff located in both Northern & Southern CA



# INVESTIGATIONS SECTION

- Received 7 LT positions via the FY 2015/16 Budget
- Established the Imported Materials Unit (IMU)
- 4 the 7 IMU positions were filled during the quarter.
- Monthly meetings are held with CDFA.
- First IMU audit conducted in September 2015.



## DOJ & CHP ARRESTS

- CHP – Aug. 21<sup>st</sup>.
- Truck w/trailer. Loose material.
  - Aluminum - 1,635 lbs.
  - PET - 1,985 lbs.
  - Total CRV if illegally redeemed = **\$4,905**
- Vehicle impounded. Driver charged with felony recycling fraud & grand theft.





## DOJ & CHP ARRESTS

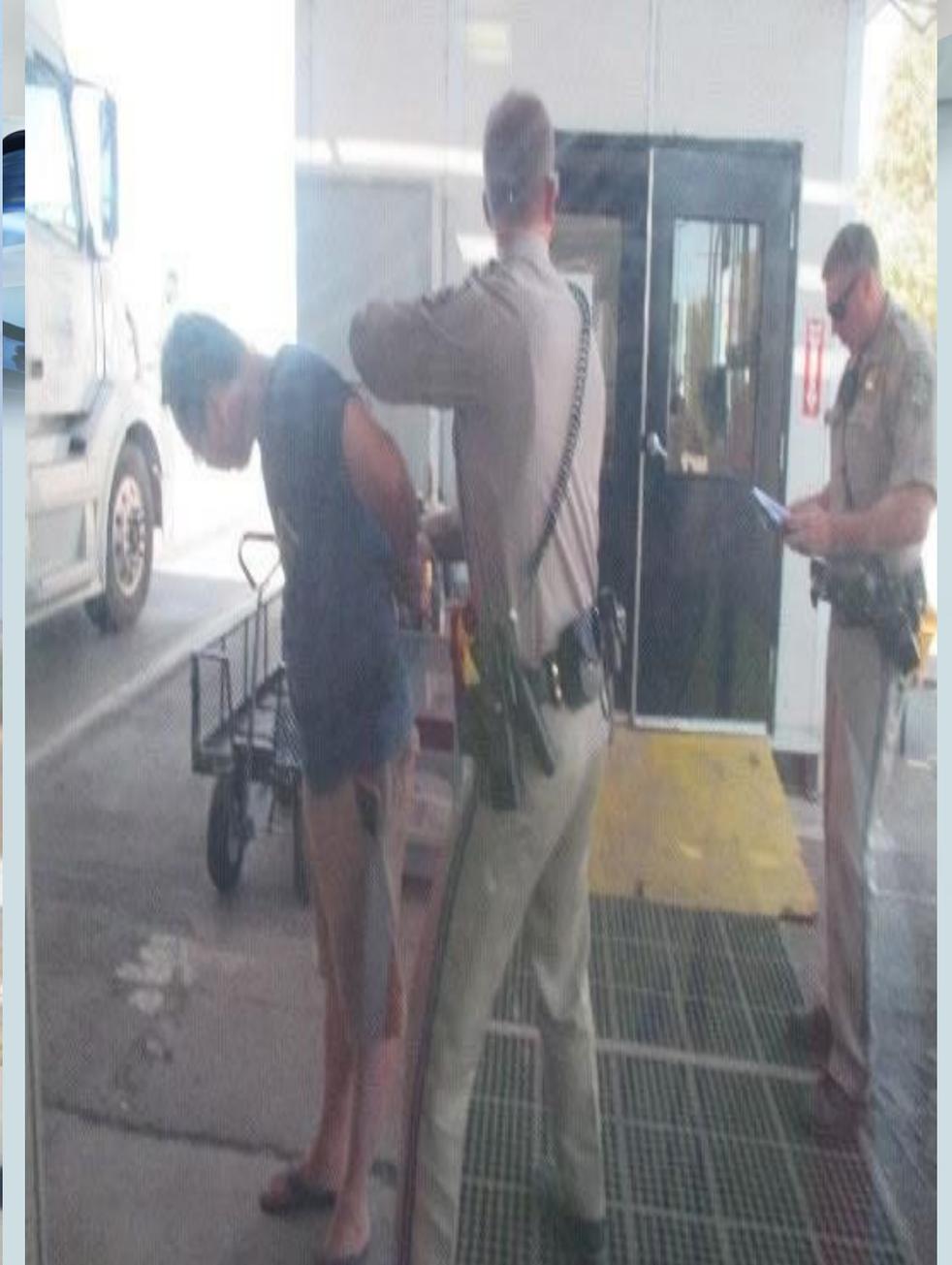
- DOJ – Sept. 3<sup>rd</sup>
- Semi-truck & trailer. Loose material.
  - Aluminum - 2,280 lbs.
  - PET - 546 lbs.
  - Glass - 2,490 lbs. GL.
  - Total CRV if Illegally Redeemed = **\$4,502**
- Vehicle impounded/material seized. Driver charged with felony recycling fraud & grand theft.





## DOJ & CHP ARRESTS

- CHP – Sept. 30<sup>th</sup>
- Semi-truck & trailer. Baled material.
  - PET - 32,520 lbs.
  - Total CRV if illegally redeemed = **\$38,048**
- Vehicle impounded/material seized. Driver charged with felony recycling fraud & grand theft





# ACCUSATIONS

Accusations filed & served September –  
December 2015:

Participant Name	Date Filed	Amount Assessed
<b>Valero Recycling</b>	09/30/15	\$ 655,400.00
<b>Mejia Recycling</b>	10/26/15	\$ 517,066.72
<b>Jayden Recycling</b>	11/17/15	\$ 714,228.12
	<b>TOTAL:</b>	<b>\$ 1,886,694.84</b>



# ACCUSATIONS

**Accusations resolved as of December 31, 2015 ~ filed  
& served after CY 2013:**

Participant Name	Date Filed	Amount Assessed	Date Finalized	Resolution
<b>Hip Hop Beverage Corporation</b>	11/13/14	\$ 255,000.00	11/20/15	\$ 130,000.00
	<b>TOTAL:</b>	<b>\$ 255,000.00</b>	<b>TOTAL:</b>	<b>\$ 130,000.00</b>



# ACCUSATIONS

**Unresolved accusations as of December 31, 2015 ~  
filed & served after CY 2013:**

Participant Name	Date Filed	Amount Assessed
J & S Recycling	02/07/13	\$ 206,258.61
USA Recycling	04/24/13	\$ 790,786.56
Eagle Recycling	07/29/14	\$ 2,749,279.41
Helping Hands	06/09/15	\$ 50,900.00
Dougherty's Recycling	06/14/15	\$ 181,500.00
Junior Recycling	07/13/15	\$ 661,000.00
Enviro Recycling	08/24/15	\$ 1,749,881.00
American Green Recycling	08/26/15	\$ 43,000.00
PNL Recycling	08/26/15	\$ 2,065,289.00
C R & R, Inc.	08/26/15	\$ 200,704.00
	<b>TOTALS:</b>	<b>\$ 8,698,598.58</b>

A collage of recycled plastic bottles and a metal can lid. The background features several clear and green plastic bottles, some with their caps removed, and a blue metal can lid with a pull tab. The items are arranged in a way that suggests recycling and environmental awareness.

# REGULATORY UPDATES

## ➤ Segregated Only Requirements

- Currently pending review the CalRecycle Legal Office

## ➤ Informal Regulatory Workshops

- Pre-Payment Controls held on December 8, 2015 in Sacramento
- Next workshop – February 24<sup>th</sup> – 9:00am – Noon in Diamond Bar



# QUESTIONS ?