



DEPARTMENT OF RESOURCES RECYCLING AND RECOVERY

801 K STREET, MS 19-01, SACRAMENTO, CALIFORNIA 95814 • (916) 322-4027 • WWW.CALRECYCLE.CA.GOV

December 15, 2010

NOTICE

To: All Interested Parties

Subject: 2011 Processing Payments

Section 14575 of the Public Resources Code (PRC) requires the Department of Resources Recycling and Recovery (Department) to establish a processing payment for any beverage container type that has a scrap value less than the cost of recycling.

The Department makes processing payments to processors. Processors pay recyclers the entire processing payment. This notice announces the 2011 processing payments.

Pursuant to PRC Section 14575, the calculation of the 2011 processing payments is based on the difference between the scrap values offered to recyclers and the sum of the actual costs of recycling for certified recycling centers, excluding centers receiving handling fees, plus a reasonable financial return. In addition, a cost of living adjustment is applied to the 2011 calculations as the measured costs of recycling were completed the prior year.

Scrap values are based on the average scrap values paid to recyclers for the period between October 1, 2009, and September 30, 2010.

The processing payments shown below become effective January 1, 2011.

| <i>2011 Processing Payments per Container Sold</i> | |
|--|-----------|
| <i>(effective January 1, 2011)</i> | |
| Glass | \$0.02157 |
| Plastic | |
| #1 – PET (Polyethylene Terephthalate) | \$0.00463 |
| #2 – HDPE (High Density Polyethylene) | \$0.01835 |
| #3 – PVC (Polyvinyl Chloride) | \$0.01530 |
| #4 – LDPE (Low Density Polyethylene) | \$0.01468 |
| #5 – PP (Polypropylene) | \$0.13157 |
| #6 – PS (Polystyrene) | \$0.00381 |
| #7 – Other | \$0.07785 |
| Bi-metal | \$0.06502 |



Table 1, attached, shows the following detailed information for glass, plastic, and bimetal beverage containers:

- The cost of recycling
- The scrap value paid to recyclers
- The processing payment (if any)

To review notices of changes impacting participants in the beverage container recycling program, please visit the Department's Beverage Container Recycling Program website at www.calrecycle.ca.gov/BevContainer/ or call the Department of Resources Recycling and Recovery at (916) 323-3836.

For further information on the determination of processing payments, please contact Mr. Hieu Le, Operations Branch, Audits and Data Analysis Division, at (916) 323-1493.

Margo Reid Brown
Director

Attachment

Table I

**2011 Processing Payments
Effective January 1, 2011
Glass, Bimetal and Plastic**

| | Glass | Plastic | | | | | | | Bimetal |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | | PET | HDPE | Vinyl | LDPE | PP | PS | Other | |
| Cost of Recycling per Ton with Reasonable Financial Return | \$84.49 | \$441.88 | \$519.44 | \$817.12 | \$1,165.69 | \$1,045.77 | \$647.77 | \$709.73 | \$654.62 |
| Scrap Value per Ton | \$4.24 | \$307.55 | \$280.85 | \$0.00 | \$0.47 | \$203.75 | \$10.50 | \$ (6.46) | \$4.39 |
| Processing Payments to Recyclers | | | | | | | | | |
| Processing Payment Per Ton Redeemed | \$80.25 | \$134.33 | \$238.59 | \$817.12 | \$1,165.22 | \$842.02 | \$637.27 | \$716.19 | \$650.23 |
| Processing Payment Per Pound Redeemed (To be used on DR6) | \$0.04013 | \$0.06717 | \$0.11930 | \$0.40856 | \$0.58261 | \$0.42101 | \$0.31864 | \$0.35810 | \$0.32512 |

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