

Product Care Annual Report for

- Paint category
- Solvent and flammable liquids category
- Pesticide category
- Gasoline category

Reporting Period: January 1, 2007 to December 31, 2007

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1. Executive Summary

The year 2007 represented the 13th year of Product Care's paint program, and the 10th year for its flammables, pesticides and gasoline programs. It was also a record year for both volume recovered (a 9.3% increase over the prior year) and recovery rate for non-aerosol paint (6.5% overall). Progress was made in increasing the number of Paint Plus depots as well as events held. A consumer awareness survey was completed giving valuable insight into the awareness and perspectives of BC residents with regard to Product Care programs. The work done in 2007 positions Product Care for further progress in 2008 in consumer awareness, collection system accessibility, management of collected materials and accountability tools.

2. Program Outline

Product Care is a federally incorporated, not for profit product stewardship association formed in response to stewardship regulations and is governed by a multi sector industry board of directors. Product Care's mandate is to fulfill its members' obligations under the Recycling Regulation through Product Care's stewardship plan filed with the Ministry of Environment.

Product Care Association was formed in 2001 as the result of the merger of the BC Paint and Product Care Association and the Consumer Product Care Association. Paint stewardship was originally introduced in British Columbia in 1994 (managed by BC Paint and Product Care), and the regulation requiring stewardship for the other residuals in Product Care's program came into force in 1997 (managed by Consumer Product Care Associations).

Product Care's members are the "producers" (manufacturers, distributors and retailers) obligated by the Recycling Regulation (B.C. Reg. 449/2004) under the following categories:

- Paint product Category
- Pesticide product category
- Solvent and flammable liquids category
- Gasoline category

Schedule 2 of the Recycling Regulation defines products that are included under each of the product categories. There are no exclusions from the above product categories in the Product Care programs.

The Product Care program enables the public to drop off unwanted program products at depots and collection events across the province at no charge. Leftover paint is also made available to the public, free of charge, for reuse at a number of depots.

Funding for Product Care's program comes from eco-fees remitted to Product Care by its members based on the volume of sales of the designated products. In some cases retailers recover the fee as a separate visible eco fee to consumers. The eco-fee rates are set by Product Care. Program revenues

are applied to the operation the program including public education, collection system, administration, transport, recycling and disposal of the collected residual products.

See the Product Care website at <u>www.productcare.org</u> for more information.

3. Educational Materials and Strategies

In its filed stewardship plan, Product Care committed to augmenting the communications element of its program, through existing channels as well as new initiatives. The following are statements of the targets set out in Product Care's program plan for 2007 and a report on the actual accomplishments in the same period.

Consumer Awareness Survey

2007 Target: Conduct consumer survey to establish consumer awareness level **2007 Report:**

• In November 2007, Product Care conducted a consumer market telephone research survey through Ipsos-Reid to 800 randomly selected households in BC to determine consumer awareness of the program and to gather other information that may assist the program.

While more details will be posted on the PCA website, the results indicated that:

- The awareness level of a paint recycling program was 64% among all B.C. residents (and 73% among those with unused paint in their home);
- The awareness level of an HHW (household hazardous waste) recycling program was 53% among all B.C. residents (and 58% among those with unused HHW in their home)
- The margin of error for the survey results is +/- 3.5%, 19 times out of 20 indicating a 95% confidence level that the survey results are accurate within 3.5%.
- In addition, Product Care conducted an informal survey of staff at 28 paint retailers on program effectiveness in order to plan program improvements.

Point of Purchase Material

2007 Target: Redesign program poster and consumer brochure and distribute to 4,000 (estimated) BC retailers.

2007 Report:

- The poster and brochure for the program were redesigned to be more effective. The retailer distribution of program brochures and posters was scheduled for 2007 but due to production delays and the need to avoid the Christmas season, the distribution was delayed until February of 2008.
- In early 2008, brochures and posters were distributed to over 3320 retailers and 133 municipalities and regional districts. Program information brochures and signage are provided free to all retailers of program products in BC for the information of consumers and are available for re-order at any time by telephone, fax, e-mail or through the Product Care website.

Website links

2007 Target: Contact a minimum 20 municipalities/brand owners to request website link **2007 Report:**

Product Care has contacted all 27 regional districts requesting a link to Product Care's website. Nineteen regional district websites now have a link to Product Care's website and Product Care is maintaining contact with the other eight regional districts as they develop or revise their websites.

Yellow Pages

2007 Target: Advertise in 5 Yellow Pages publications.

2007 Report:

 Yellow Pages advertising was planned and negotiated in 2007, and concluded in January 2008 when Product Care placed advertising in all 51 residential Yellow Pages publications across BC.

Reuse Websites

2007 Target: Identify and participate in reuse websites.

2007 Report:

- In order to promote its paint exchange program Product Care has become listed in a number of reuse websites, including:
 - Vancouver Reuses (<u>http://www.vancouver.reuses.com/</u>)
 - Surrey Reuses (<u>http://www.surreyreuses.com/</u>)
 - Okanagan Reuses (<u>http://www.okanaganreuses.com/</u>)
 - Thompson Nicola Reuses (<u>http://www.tnrdreuses.com/</u>)
- Product Care will continue to work with Recycling Council of BC (RCBC) to identify new reuse websites, as they are developed, for the promotion of the paint exchange program.

RCBC Toll-Free Recycling Information Hotline

2007 Target: Continue to partner with RCBC for 800-hotline service and other services **2007 Report:**

Product Care continued its contract with the Recycling Council for the RCBC "recycling hotline" service. The RCBC Hotline is open during normal business hours and is accessible to all BC residents by a toll free telephone number (1-800-667-4321). RCBC hotline operators provide consumers with a convenient "one stop" contact to obtain information about Product Care programs and any other recycling questions. Through the RCBC Hotline consumers can find out where to take unneeded materials and also where to find needed materials through RCBC's materials exchange program. Product Care promotes the RCBC hotline number through its web page, on its signs, brochures, and other printed material. The RCBC hotline is also listed in the telephone yellow pages.

Municipal Communications

2007 Targets: Advertise in all available municipal waste calendars and continue to partner with all municipalities willing to distribute consumer program brochures to householders

2007 Report:

- Product Care conducted a number of promotional activities in partnership with individual municipalities including advertising in the 9 municipal garbage collection/recycling calendars available
- Product Care's point of purchase consumer information material was also made available to all municipalities free of charge.

Product Care Website

2007 Report:

Product Care's www.productcare.com website was actively maintained throughout 2007 to provide information to BC residents, and for residents in other provinces in which Product Care has programs. In 2007, the BC website received over 14,000 hits. The website includes:

- depot locations including a convenient "drill down" depot finder system, as well as local area maps for many collections sites and information regarding hours of operation and products accepted.
- description of products accepted by the program
- a schedule of the eco fees charged.
- a report section that provides program information and statistics for previous years as well as audited financial statements.
- information for consumers on buying the right amount, storage and handling.

In order to improve access to internet users, the websites productcare.ca, paintrecycling.com and paintrecycling.ca all redirect to the Product Care website

4. Collection System Information

2007 Targets: 60 Paint Only depots, 45 Paint Plus Depots and 13 one day events **2007 Report:**

- At the end of the Reporting Period, Product Care operated 104 permanent collection depots in the province. All depots accepted paint. Of this number, 45 "Paint Plus" depots also accepted flammables, pesticides and gasoline. This is an increase of 3 Paint Only and 3 (1 new and 2 expanded) Paint Plus Depots since 2006.
- In addition, Product Care participated in 19 one-day collection events in 2007. The events are usually managed by local governments.
- There is at least one Paint Plus Depot in each Regional District of BC, with the exception of the Central Coast which has a Paint Depot. There is no charge to drop off program products. A complete list of depots is available at the Product Care website.
- Product Care intends to increase the number of depots generally, and to increase the number of depots which are "Paint Plus Depots", accepting the full range of program products, supplemented as necessary by collection events. This will be an ongoing process and will depend on local need for depot service and availability of suitable sites and partners. The

program will continue to focus on the specific locations raised during the program plan consultation process as well as other information received.

 Product Care's collection depots include municipal recycling facilities, regional district landfills and transfer stations, bottle depots, non profit societies and private businesses.

Table 1. Collection Events in 2007

Date	Location of Collection Event
Oct 13, 2007	City of Chilliwack
Oct 27, 2007	Mayne Island (CRD)
Nov 3, 2007	Port Renfrew (CRD)
Sep 22, 2007	Saturna Island (CRD)
Nov 1, 2007	Sicamous
Apr 21, 2007	District of Kent HHW Day
Oct 20, 2007	Enderby (NORD)
Oct 20, 2007	Vernon HHW Round Up
Oct 22, 2007	Township of Langley
Jun 6, 2007	We Care Days (Mackenzie Mobile)
Oct 13, 2007	Galiano Island (CRD)
Oct 20, 2007	Lumby (NORD)
Apr 21, 2007	Golden Mobile - Spring
Jul 21, 2007	Golden Mobile - Summer
Oct 27, 2007	Golden Mobile - Fall
Oct 13, 2007	Kelowna Haz Waste Days
Apr 22, 2007	Revelstoke Mobile - Spring
Jul 22, 2007	Revelstoke Mobile - Summer
Oct 28, 2007	Revelstoke Mobile - Fall

Table 2. Depot Changes in 2007

Depot Name

Purcell Recycling, Cranbrook Cranbrook Bottle Depot, Cranbrook Carney's Waste Systems, Whistler

Abbotsford Community Recycling Mission Community Recycling Sardis Bottle Depot Oliver Sanitary Landfill Fernie Bottle Depot, Fernie Lakelse Holdings, Terrace

Change

Closed Opened Relocated to 100 Brandywine Forestry Rd, Whistler Expanded to Paint Plus depot Expanded to Paint Plus depot Opened as a Paint depot Opened as a Paint depot Opened as a Paint depot

Effective Date

May 31, 2007 October 1, 2007 August 1, 2007

October 1, 2007 October 1, 2007 February 5, 2007 May 1, 2007 August 1, 2007 January 2, 2007

Environmental Management System

- Product Care monitored collection depot operations throughout the Reporting Period.
- Operationally, Product Care utilized a due diligence and control system to minimize the possibility of an environmental incident. Some of the tools used included:
 - depot "good practices" guidelines for handling and safety requirements
 - depot contractual obligations
 - monthly depot checklist reports
 - regular depot visits/inspections
- In addition Product Care maintained a blanket environmental impairment insurance policy for all contracted depots, as well as maintaining an insurance reserve fund.
- All transporters carrying residuals from depots to Product Care's Surrey processing facility were reputable firms possessing the appropriate licensing.
- Post-consumer residuals arriving at the Surrey facility were resorted, repacked or bulked and tracked through written and computerized chain of custody documentation, to ensure proper disposal or recycling.
- All contractors managing residuals for final processing on behalf of Product Care were required to ensure these were managed, from collection to disposal, according to all applicable environmental regulations. Only appropriately licensed, reputable companies with sound environmental management practices were chosen to provide services to Product Care.

5. Life Cycle Management

The Regulation refers to "...eliminating or reducing the environmental impacts of a product through the product's life cycle." Many of the products included in the Product Care programs have changed over time as a result of design for environment considerations. In particular:

- There has been a steady shift from oil based (alkyd) paints to water based latex paints with the result that currently in British Columbia approximately 70% of household paints collected are latex and the remaining 30% are oil based. It is expected that this trend will continue in the future with the market share of oil based paint continuing to drop as a consumer preference for latex paint increases and technical specifications improve. Federal regulations including regulations relating to the composition of surface coatings and for volatile organic compounds, is also hastening the process of reducing the environmental impact of paint products.
- There is a steady trend due to consumer preference, municipal bylaws restricting the use of pesticides, and federal regulatory requirements for producers to develop increasingly benign pest control products.

Tools used by Product Care Association that may have an impact on product life cycle include:

- Variable eco fees which increase with the size of the container
- Adjustment of product sector eco fees based on cost of managing the leftover product
- Consumer material including promotion of the "B.U.D." rule, i.e. **B**uy what you need, Use what you buy and **D**ispose of the remainder responsibly
- Research into potential applications for leftover latex paint as a component of concrete manufacture
- Participation with the Product Stewardship Institute http://www.productstewardship.us/, which is examining a number of issues relating to paint stewardship including lifecycle analysis. Product Care continues to interact with manufacturer associations such as Canadian Paint and Coatings Association to provide feedback to manufacturers regarding recyclability of both products and containers.
- Operating a paint exchange program where by leftover paint is made to the public free of charge. Paint exchange is available at 77 depots and Product Care's Surrey facility.

During the Reporting Period, paint and other residuals collected at Product Care collection depots throughout BC were sorted and bulked at Product Care's facility in Surrey, B.C. (except paint given away through the paint exchange program) prior to recycling or other disposal management options.

Product Care only contracts with reputable service providers with a proven record of using established, approved and environmentally sound procedures for the final treatment and processing of residuals that meet all applicable environmental regulations. Aerosol paint cans are recycled at Product Care's Surrey facility. Other products are bulked and shipped to approved contractors.

Pollution Prevention Hierarchy

References in this chart do not include the management of non program materials. The following is additional information on management options for collected materials. Product Care endeavors to manage collected products in accordance with the "pollution prevention hierarchy".

- **Target 2007**: Increase volume of paint managed by reuse or recycling by 4% per year to 85% in 2011 (2005= 65%)
 - Maintain policy of no program products going to landfill
 - Increase number of depots offering "paint exchange" by 4 per year

2007 Report:

A. Paint

 Reuse – Reusable paint is given away at no charge through the Paint Exchange program to members of the public and to non-profit organizations to be used for its originally intended purpose. The Paint Exchange option is offered at most Product Care depots outside Metro Vancouver (GVRD). Within Metro Vancouver, the paint exchange program is centralized at Product Care's facility in Surrey with one other paint exchange location in Maple Ridge. Users of the program included individuals, community organizations, theatres and antigraffiti programs. Many participants obtain information about the Paint Exchange program through the RCBC Materials Exchange program. This program provides a central system to connect people with leftover materials, such as paint, with groups and individuals who can use them. During the Reporting Period, 1.5% of the volume of paint collected by Product Care was reused through the paint exchange. This is a decrease from the prior year despite increasing the number of Paint Exchanges by five. Product Care is developing new reuse initiatives in 2008.

- **Recycling** Product Care utilizes a number of options for paint recycling including:
 - Reprocessing leftover latex and alkyd paint into paint and coatings products. The amount being reprocessed continues to increase as options become available to the program.
 - Latex paint as raw material incorporated in the manufacture of recycled concrete, and in the manufacture of Portland cement.
 - During the Reporting Period 73.6% of the paint collected by Product Care was recycled in one of these ways.
- Energy Recovery due to the high solvent content of alkyd paints, alkyd paints are suitable for energy recovery. Through the process of fuel blending, a portion of the oil based paint and all of the flammables and gasoline collected by Product Care during the Reporting Period were used as an alternative energy source in applications such as cement kilns. Of the paint collected during the Reporting Period 24.9% was managed in this way, as well as 100% of the flammable liquids and gasoline.
- **Other Disposal** no paint products are disposed of in the landfill or in any other way.

B. Flammables

Because the nature of flammable products, and the fact that many flammable products are sold as fuels, leftover flammables are managed for energy recovery as alternative fuels in facilities which comply with all air quality regulations.

C. Pesticides

Due to the nature of pesticides, there is no reuse or recycling option available, and all pesticides are incinerated at high temperature government regulated incinerators.

D. Gasoline

Due to the nature of gasoline, which is intended to be used as a fuel, waste gasoline is managed as an alternative fuel.

E. Containers

Targets:

-Maintain rate of 100% recycling of metal and #2 plastic paint containers -Maintain rate of 95% of #5 plastic paint containers and flammables plastics containers managed for energy recovery

-Maintain rate of 100% of plastic and metal gasoline containers being recycled -Identify options/technology for recycling pesticide containers Emptied containers are recycled where possible. All metal paint and gasoline containers were recycled as scrap metal. All plastic paint pails (5 gal. size) and plastic gasoline containers were recycled. Plastic (polypropylene), one US gallon size paint cans and plastic solvent containers were utilized for energy value as solid fuel in cement kilns.

With regard to other non recyclable packaging:

• Flammable products- plastic containers- current management option is energy recovery, except for chlorinated plastics, which are disposed in landfill. Identified challenges to improving the management options are:

- unwashed plastic generate gases during processing which are unacceptable to recyclers for health and safety reasons.
- technology not available to clean the plastic prior to recycling without creating wash water waste that cannot be discharged
- generally, there has not been enough volume to stimulate technology development.

• Flammable products- #3 chlorinated plastic packaging: These are landfilled as there are no available processors for #3 plastics, and they are not accepted for energy recovery, however the volume of containers is small.

• **Pesticide containers:** No recycling solutions have been identified for the volumes managed by Product Care. These containers are not accepted for recycling or for energy recovery due to health, safety and environmental issues regarding residual pesticide presence). Product Care is continuing to search for better alternatives for the small volumes generated.

	Method	Example	Paint	Paint containers	Flammables	Pesticide	Gas- oline	Other Containers
1	Reuse	Given to a consumer in original condition through "paint exchange"	1.5%					
2	Recycling	Reprocessed as paint, used in concrete manufacture, cement manufacture, re-distillation	73.6%	100% of metal containers 100% of #2 plastic containers				100% of metal containers,
3	Energy recovery	Fuel blending	24.9%	100% of composite containers	100%		100%	>95% of plastic solvent containers and 100% of gasoline containers
4	Disposal	Incineration due to contamination				100%		¹ #3 PVC containers
5	Landfill							¹ Pesticide containers

Table 4 Summary of management options for residuals collected:

¹Note: data unavailable due to small quantities

Greenhouse Gas Emissions and Reductions

This section will be developed for future Product Care Annual Reports. Analysis of the greenhouse gas impacts of Product Care's program is now being undertaken based on the following criteria:

A. <u>GHG generated through manufacture of new product compare to any reductions through reuse/recycle</u>

Product Care is determining what studies have been conducted and which ones would apply to the products available in BC. Once suitable data has been found, the difference between GHGs associated with manufacturing of new paint and with recycling of existing paint will be calculated. Reuse of paint will be counted as a reduction from manufacturing GHG emissions.

B. GHG generation from collection, transport, processing and recycling

These emissions will be determined by the direct energy inputs for the Surrey plant and head office (electricity, fuel for on site vehicles, any additional energy) as well as taking a sum of the collection/transportation data. The collection/transportation GHGs will be a sum of the kilometres travelled by transport for the purposes of Product Care multiplied by the GHG factor appropriate to the size of vehicle. This data will be tracked for 2008.

 Table 5 Greenhouse Gas Summary

Activity	GHG generated (in tonnes CO2)
GHG savings through reuse and recycling of	To be determined
product compared to manufacture of new	
product	
Collection & Transport (to bring items to Surrey	To be determined
facility)	
Processing/Recycling (includes plant electricity	Electricity 189,329 KWh
& fuel used on site)	Natural Gas 474.2 GJ
	Propane 9933 lbs
	GHG impact to be determined
Total	

6. Recovery Rate

There are several challenges in measuring recovery rates for the products in the Product Care progam. The products are designed to be consumed, so the amount sold does not provide a recovery target per se. It is difficult to determine exactly how much of the product is unused. The lag time between purchase of a product and the decision that the leftover product is unwanted, and then the additional time taken to return it to a depot are uncertain. The products are often used over a span of years and have a long shelf-life so a product sold in a given year may not be determined by the owner to be "left over" for several years. The sale of these products, particularly paint, varies from year to year with general economic activity and related home-building/renovation activities. There will also be regional and seasonal variations.

To get a clearer indication on what material might be ready for disposal but not reaching the depots, Product Care asked householders in its 2007 consumer survey if they had program material in their homes. Results showed 60% of those surveyed had leftover paint in their homes and 58% had unused solvents, pesticides or gasoline at home.

Another approach is to quantify the amount of program material that is improperly disposed. Product Care participates in waste audits conducted by regional districts to obtain data on program products that are disposed in the solid waste system.

Table 6 Paint, Flammables and Pesticides Recovery Data

Target: Show recovery rate of products: litres recovered compared to litres sold in each calendar year

	Paint (non aerosol)	Paint Aerosol	Flammable Liquids/Gasoline.	Pesticides
Sales (litres) ¹	36,075,934	945,527	4,447,739 ²	177,055
Recovery (litres)	2,331,223 ³	14,766	65,746 ⁴	12,431
Recovery (elc's) ⁵	7,445,870	129,202	179,092	44,020
Percentage Recovery	6.5%	1.6%	1.5%	7.0%

Notes:

1. volumes reported as "Sales (litres)" are estimates calculated by converting units reported using typical container volumes for each eco fee category.

2. flammables "Sales (litres)" figure does not include gasoline. Gasoline sector members do not report sales volumes to Product Care.

3. includes volume recovered via "paint exchange" program

4. represents combined flammable liquids and gasoline collection volumes

5. "elc" means equivalent litre container, and is a measure of original container capacity, not contents.

Historical Data

Table 7. Sales Vol	ume			
Sales (Litres)	Paint (non	Paint	Flammable	
by year	pressurized)	Aerosol	Liquids	Pesticides
2003	30,059,254	861,425	3,508,158	220,914
2004	32,582,494	931,697	3,594,681	125,654
2005	34,427,693	889,053	5,279,334	125,735
2006	36,673,940	913,171	4,351,252	175,702
2007	36,075,934	945,527	4,447,739	177,055

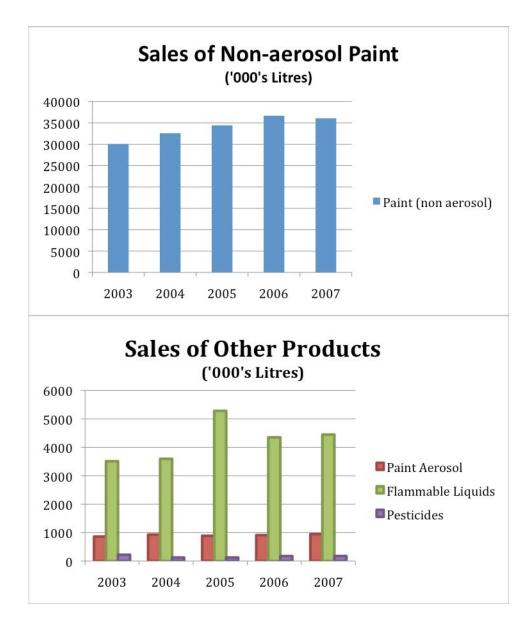
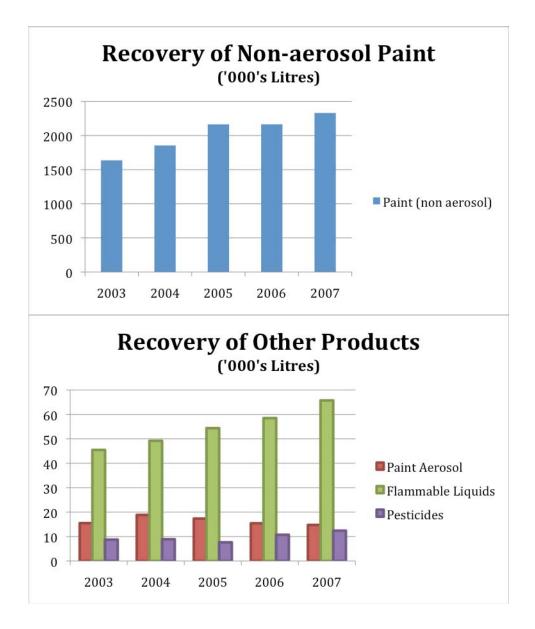


Table 8. Recovery Volume

Recovery (Litres)	Paint (non aerosol)	Paint Aerosol	Flammable Liquids	Pesticides
2003	1,637,090	15,480	45,484	8,760
2004	1,854,960	18,860	49,224	8,880
2005	2,164,042	17,360	54,386	7,656
2006	2,164,437	15,426	58,516	10,716
2007	2,331,223	14,766	65,746	12,431



Regional District	Paint	Paint Aerosols	Flammable Liquids/ Gasoline	Pesticides	Other Aerosols
Alberni Clayoquot	99	3	1	1	0
Bulkley Nechako	96	15	0	0	0
Capital	2,514	64	79	28.3	9.9
Cariboo	96	13	0	0	0
Central Coast	8	1	0	0	0
Central Kootenay	210	12	4	1	1
Central Okanagan	716	25	14	5	6.6
Columbia Shuswap	152	7	4	3	0
Comox Strathcona	347	32	4	2	2
Cowichan Valley	348	13	10	2	1
East Kootenay	274	8	2	1	1
Fraser Fort George	202	10	7	1	0
Fraser Valley	926	46	33	11	3
Metro	8,071	168	176	33	16.4
Kitimat Stikine	42	3	0	0	0
Kootenay Boundary	141	5	1	0	0.9
Mt Waddington	35	3	2	1	0
Nanaimo	961	25	16	3.6	1.5
North Okanagan	341	11	3	2	1
Northern Rockies	11	4	0	0	0
Okanagan Similkameen	426	20	1	0	0
Peace River	140	13	0	0	0
Powell River	65	5	3	0	0
Skeena- Queen Charlotte	38	13	0	0	0
Squamish Lillooet	215	7	0	0	0
Sunshine Coast	278	13	29	6	2
Thompson Nicola	349	22	6	1	1
Large Volume Paint Users ²	21	177.3	0	0	1
Total # Tubskids	17,122	738.3	395	101.9	48.3
Average Residual Litres/Tubskid ¹	136.2	20	166.4	122.0	n/a ³
Estimated Total Residual	130.2	20	100.4	122.0	11/ a
Litres ^{4,5}	2,331,223	14,766	65,746	12,431	n/a

Table 9. Summary of Collection for 2007 by Regional District in Tubskids*

 Littes
 2,351,225
 14,700
 05,740
 12,451

 ¹ conversion rate based on province wide collection, data for individual Regional Districts not available.

 ² material collected directly from generator at various locations in BC

 ³ non paint aerosols not processed by Product Care and residual volume not known

 ⁴ residual volume calculation based on average residual litres per tubskid based on sampling.

⁵ volumes shown do not include volume of paint given away through "Paint Exchange" program.

Table 10. Changes in recovery rates for 2007 compared to 2006Target: Increase by 4% per year for paint

Product Category	% change in volume (container capacity) collected vs. 2006
Paint	9.9%
Paint Aerosol	-4.3%
Solvent/Flammables/Gasoline	6.9%
Pesticides	14.1%
Aerosols Other	21.4%
All Products (volume weighted)	9.3%

7. Fee Information

Product Care pays all of the costs of collecting leftover products (including historic products i.e. products sold before the programs began for which no eco fee has been collected) and of managing the products collected including all related program expenses. This cost is funded by eco fees paid to Product Care by its members. For many but not all products the eco fee is recovered at the time of retail sale as a separate charge. This is at the option of the retailer. Eco fee rates are established by analyzing and allocating program costs among product types and container sizes. Eco fee rates are listed on the Product Care website at Product Care BC Eco Fees. The eco fees charged on products in the Product Care program have never been increased, and have been decreased on several occasions. There is no charge to drop off program products at any Product Care collection site.

Product Care's audited financial statements from January 1, 2007 to December 31, 2007 are posted on the Product Care website at <u>2007 Signed Audited Financial Statements</u>. This statement, prepared by an independent auditor, covers the Reporting Period.

8. Performance Targets

2007 Planned Target Set in Approved Stewardship Plan	2007 Report on the Planned Target
Public Awareness Target from 2007 to 2011:	50% increase in public awareness of the program compared to 2007 awareness
Conduct consumer survey to establish consumer awareness level	Target met

Table 12. Performance Targets Summary

Redesign program poster and consumer brochure and distribute to 4,000 (estimated) BC retailers	Target met in Spring 2008
Contact a minimum 20 municipalities/brandowners to request website link	Target met
Advertise in 5 Yellow Pages publications	Target met in January 2008
Continue to promote paint can stickers to retailers	Target met
Identify and participate in Reuse websites	Target met
Continue to partner with RCBC for 800- hotline service and other services	Target met
Advertise in all available municipal waste calendars	Target met
Continue to partner with all municipalities willing to distribute consumer program brochures to householders	Target met
Collection System Access	
60 Paint Only depots, 45 Paint Plus Depots	59 Paint Only depots, 45 Paint Plus depots and 19
and 13 one day events	events. One less Paint Only depot and 6 more events.
Management of Collected Materials	
Increase volume of paint managed by reuse or recycling by 4% per year to 85% in 2011 (2005=65%). For 2007 the target is 69%.	Target exceeded at 75.1%
Maintain policy of no program products going to landfill.	Target met
Increase number of depots offering "paint	Five additional locations offering paint exchange.
exchange" by 4 per year	Target exceeded
Collection of Containers	Torget met
Maintain rate of 100% recycling of metal and #2 plastic paint containers.	Target met
Maintain rate of 95% of #5 plastic paint	Target met
containers and flammables plastics	- mot mot
containers managed for energy recovery.	
Maintain rate of 100% of plastic and metal	Target met
gasoline containers being recycled.	
Identify options/technology for recycling pesticide container	Ongoing
Program Performance	
Maintain a minimum 4 % increase per year	Target exceeded
of total collected volumes for the paint	
product categories.	

Participate in available Product Stewardship	Target met
Institute studies regarding life cycle	
management of paint and other HHW.	
Review allocation of eco fee rates based on	To be completed in 2008
life cycle and other factors every two years	
beginning in 2007.	
Recovery rate of products: litres recovered	Target met
compared to litres sold in each calendar year	
Historical comparison: recovery rate data	Target met. See tables 7 and 8
presented on a year to year comparative	
basis.	
Waste audit participation: participate in at	None in 2007. Continue to seek participation with other
least one municipal waste audit annually and	Regional Districts.
report available data regarding program	č
products.	
-	
Continue efforts to identify local alternatives	No new options developed in 2007
for container recycling	1 1
Identify potential synergies with other	None in 2007. Participating with BCUOMA summer
programs for collection, transportation and	ambassador program in 2008.
consumer awareness	r o
Cost efficiency	In 2007, collection volumes increased by 9.3% while
	operating costs increased by 12.6%. Administrative
	expenses declined 14%. Overall program cost increase
	was 10.8%. This is attributable to rising labour and
	fuel costs.
Program safety	No reportable spills or injuries were reported by the
	depots serving the Product Care collection system, or
	by transporters. A drum fire occurred at the Product
	Care plant. Product Care continued its program of
	regular depot visits and inspections.
Amendments to the plan's performance	None at this time.
target/goal:	
	2008 strategies will concentrate on increasing program
Confirming next year's strategies,	0 01 0
projects/research	awareness, opening more depots and expanding
	services at existing ones, fostering relationships with
	regional districts and moving material up the pollution
	prevention hierarchy.

9. Additional Information the Director required

None specified.

Appendices

Appendix 1 Product Care Members list

Appendix 2 Product Care Depot List

Appendix 3 December 31, 2007 Financial Statements

Product Care Appendix 1 Members list

3M Company 7-Eleven Canada Inc Acklands Grainger Actton Super-Save Gas Stations Akzo Nobel Coatings Ltd. Axis Media Systems AMS Inc. B & C Auto Detail Supply Ltd. Bardahl Manufacturing Corp. Behr Process Corp. Benjamin Moore & Co. Ltd. Canada Safeway Ltd. Canadian Tire Cansel Survey Equipment **Canadian Building Restoration** Products CGC Inc Chevron Canada Limited Chrysler Canada Inc. Clorox Company of Canada Ltd. Cloverdale Paint Inc. Coast Fiber-Tek Products Ltd. **Consolidated Coatings Corporation** Costco Wholesale CRC Canada Inc. DAP Canada Corp. Domo Gasoline Corporation Ltd. Douglas Paint (1985) Ltd. Ducan Sales Inc. Dynamic Paint Products Inc. E.B. Peerless Elmer's Products Canada Inc Fabrikem Manufacturing Ltd. Farrow & Ball (Head Office) Federated Co-operatives Limited Fibre Glass-Evercoat Co. of Cda Finning Canada Ford Motor Company of Canada Forrest Paint Co. General Motors Corporation General Paint Corp. Gregg Distributors (B.C.) Ltd. Gregg Distributors (Ft St John) Ltd. GTC Industries Ltd. Guillevin International Inc.

HBC (Zellers) Inc. Henkel Cda Corp. Consumer Adhesives Henry Company, Canada, Inc Homax Products Home Hardware Husky Oil Marketing Company ICI Canada Inc. IKEA Canada Imperial Oil Industries Pepin Limitee Innovative Manufacturing Interlakes Distribution Ltd. J & R Home Products Ltd. JIG-A-LOO Canada Inc. Kamloops Paint & Wallpaper Inc. K-G Packaging Inc. King Home & Garden Inc. Kleen-Flo Tumbler Industries Ltd. Les Produits Techni-Seal Inc. Liquidation World Inc. Lloyds Laboratories Inc. LMS Land Measurement Sytems Inc. (Fredrick Goertz Ltd. division) LPS Canada - Division of LPS Laboratories M G Chemicals Ltd. Mills Paint Sales Ltd. Modern Sales Co-op-Auto Sense Parts Mohawk Western Finishing Supplies Mopac Auto Supply Ltd. Mountain Equipment Co-op Napier Environmental Technologies Nissan Canada Inc. Nu Gro Corp Oatey Canada Supply Chain Overwaitea Food Group Peavey Industries Ltd. Pennzoil Quaker State Canada Permatex Canada Inc. Petro Canada Plasti Kote Inc. (Valspar) PPG Canada Inc.

Princess Auto Ltd. Pro Form Products Limited Qualichem Industrial Products Ltd. **Ouixtar** Canada Corp. R.W. Packaging Ltd. Race Trac Fuels Ltd. Radiator Specialty Co. of Canada Reckitt Benckiser (Canada) Inc. Recochem (B.C.) Inc. **Richelieu Hardware** Ronson Corporation of Canada Ltd. Rudd Company, Inc. **Rust-Oleum Consumer Brands** S.C. Johnson & Son, Limited Saman Canada (3777472 Canada Inc.) Schwartz Chemicals Scott-Bathgate Ltd. Scotts Canada Ltd. Seymour of Sycamore Inc. US\$ Shell Canada Products Ltd. Sherwin Williams - Consumer Group Sherwin-Williams Co.- Stores Div Sico Inc Sika Canada Sodisco-Howden Group Inc. Sure-Gro Inc. Suzuki Canada Inc. Swing Paint Tesco Trading Co. The Flood Company of Canada Timber Pro Coatings Ltd. Toyota Canada Inc. Trico Industries Ltd. Trinitec Distribution Inc. TruServ Canada Inc. United Petroleum Products Inc. Valley Traffic Systems Inc. Volkswagen Canada Inc. WalMart Canada WD-40 Products (Canada) Ltd. Westec Distributors Inc. Western Grocers Ltd.



(as of January 22, 2008)

100 MILE HOUSE

Gold Trail Recycling 720 Sollows Crescent Phone: 1-250-395-1041 Hours: Mon-Fri 8:30am-5pm, Sat 9:30am-2pm

ABBOTSFORD

Abbotsford Community Services Recycling 33670 Valley Road Phone: 1-604-850-3551 Hours: Mon-Sat 8am-4:30pm Contractors welcome at this depot.

ABBOTSFORD

Abbotsford Bottle Depot Ltd. 33236 Walsh Avenue Phone: 1-604-853-7770 Hours: Mon - Fri 8:30-5:30, Sat 8:30-5 and Sun 10-4

AGASSIZ International Fibre Recycling 7659 Industrial Street

Phone: 1-604-796-2519 Hours: Mon - Sat. 9am - 6pm

ARMSTRONG

Armstrong Collision 3750 Pleasant Valley Road Phone: 1-250-546-3300 Hours: Mon-Fri 8am-5pm

ASHCROFT

Quality Glass Ltd. 107 Brink Street Phone: 1-250-453-9017 Hours: Mon-Fri 8am-5pm, Sat 9am-1pm

BEAVERDELL

Beaverdell Landfill 5300 Hwy. 33 Phone: 1-250-484-5568 Hours: Sunday & Wednesday 10am -2pm

BELLA COOLA

Bella Coola Recycling Depot 1030 Walker Island Road Phone: 1-250-982-0039 Hours: Thrusday, Friday & Saturday 9:30 am - 5:00 pm

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BRIDESVILLE

Norbert Salvage 5667 Townsite Road Phone: 1-250-446-2497 Hours: Mon-Sat 9am-5pm

BURNABY

Burnaby Recycling Depot 4800 Still Creek Avenue Phone: 604-294-8447 Hours: Monday - Sunday, 8am - 4pm (open 7 days a week)

BURNABY

Lee's Bottle Depot 7415 Buller Avenue Phone: 604-435-3432 Hours: Mon-Sat, 9am-6pm, Sun, 10am-5pm

BURNABY

Kitchener Bottle Depot Ltd. 4177 Halifax Street Phone: 604-294-2827 Hours: Mon-Fri 10am-6pm, Sat 9am-5pm, Sun 10am-4pm

BURNS LAKE

Burns Lake Transfer Station Babine Lake Road Phone: 1-250-692-3125 Hours: Mon.-Fri. 8am-6pm, Sat.-Sun 10-6pm

CAMPBELL RIVER

Campbell River Bottle Depot 1580F Willow Street Phone: 1-250-287-4224 Hours: Mon-Fri, 9am-5:30pm, Sat 9am-5pm

CASTLEGAR

Ootischenia Landfill 671 Columbia Road Phone: 1-250-365-6737 Hours: Mon.-Sat. 8:30am - 4pm

CHETWYND

Chetwynd Lions Recycling 4824 -54th Street Phone: 1-250-788-1111 Hours: Monday 10am-4pm, Tuesday to Friday 9am-5pm, Saturday 9am-4pm

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(as of January 22, 2008)

CHILLIWACK

Sardis Bottle Depot 45635B Lark Road Phone: 1-604-858-9177 Hours: Monday to Friday 8:30am to 6:00pm, Saturday 8:30am to 5:30pm, Sunday 10am to 5pm

CHILLIWACK

Chilliwack Bottle Depot #2, 45934 Tretheway Avenue Phone: 1-604-792-9572 Hours: Mon - Sat 8:30am - 6pm, Sunday 10am - 5pm

CLEARWATER

Super Save Bottle Depot #10 Old North Thompson Hwy Phone: 1-250-674-2160 Hours: Tues-Sat 9am-5pm

COMOX

Comox Return Centre 678 Anderton Road Phone: 1-250-339-0059

Hours: Winter Hours (Nov - April) Mon-Sat 9am-5pm - Summer Hours (May - Oct): Mon - Sat 9am -5:30pm

CRANBROOK

Cranbrook Bottle Depot #3 - 1125 Industrial Road Phone: 250-417-0306 Hours: Monday to Friday 9am-5pm, Saturday 9am-4pm

CRESTON

Columbia Bottle Recycling 1-1420 Northwest Blvd. Phone: 1-250-428-2929 Hours: Tues-Sat 9:30am-4:30pm

DAWSON CREEK

D.C. Recycling & Bottle Depot 925-100 Avenue Phone: 1-250-782-2020 Hours: Mon-Sat 9am-5:30pm

DELTA

Ladner Bottle Depot 4930 Elliott Street Phone: 604-946-0309 Hours: Mon-Sat 9am-6pm Sun 11am-5pm DUNCAN Cowichan Valley Bottle Depot 6476 Norcross Road Phone: 1-250-748-2066 Hours: Mon-Sat 9am-5pm, Sun 10am-4pm

FERNIE

Fernie Bottle Depot 1291 Ridgemont Avenue Phone: 250-423-2009 Hours: Monday to Friday 10am - 5pm, Saturday 10am - 4pm

FORT NELSON

Wide Sky Disposal 4903 49th Avenue Phone: 1-250-774-6528 Hours: Mon-Sat 1:30-5pm

FORT ST. JAMES

Fort St. James Transfer Station 5121 Necoslie Road Phone: 1-250-996-2166 Hours: Mon-Fri 10am-6pm, Sat 8am-6pm, Sun 10am-6pm

FORT ST. JOHN

FSJ Bottle Drop 10104 - 93rd Avenue Phone: 1-250-785-4146 Hours: Mon-Thurs 9:00-5:30, Fri & Sat 9:00-6:00pm

FRASER LAKE

Area 'D' Transfer Station (formerly Fraser Lake Landfill) 3366 Fraser Lake Airport Road Phone: 250-692-6549

Hours: SUMMER: Sun-Wed 12-6pm, Fri & Sat 10am-6pm WINTER: Sun-Wed 11am-5pm, Fri & Sat 10am-4pm



(as of January 22, 2008)

GOLD RIVER

Village of Gold River Public Works Yard, Hilke Road Phone: 1-250-283-2294 Hours: Wed - Sun 10am - 2:45pm

GRAND FORKS

Grand Forks Regional Landfill 8798 Granby Road Phone: 1-250-442-2734 Hours: Tue-Sat 8:30am-4pm, Sun 12-4pm

GREENWOOD

West Boundary Regional Landfill (formerly Greenwood Regional L 2050 Motherlode Road Phone: 1-403-997-4289 Hours: Tues., Fri. and Sat. 9am-4pm

HOPE

R & R Recycling Ltd. 930 - 6th Avenue Phone: 1-604-869-3328 Hours: Mon-Fri 8am-5pm Sat 10am-2pm

HOUSTON

Knockholt Sub-Regional Landfill 8072 Aitken Road 8 km. East of Houston Phone: 1-250-803-2936 Hours: Mon - Sun 10am - 6pm

INVERMERE

Invermere Fire Department 626-4th Street Phone: 1-250-342-3200 Hours: Tue 7:30-9pm Sun 10am-12pm

KAMLOOPS

Mission Flats Landfill 3095 Mission Flats Road Phone: 1-250-372-9647 Hours: Mon - Sun 8:30 am - 4:30 pm

KELOWNA

Boucherie Self Storage & Bottle Depot 2711 Kyle Road Phone: 1-250-769-7122 Hours: Oct-May, Mon-Sat 8:30am-5pm, Jun-Sept, Mon-Sat 8:30am-6pm

KELOWNA

Battery Doctors 1972 Windsor Road Phone: 1-250-860-2866 Hours: Mon-Fri 8am-5pm, Sat 8:30am-4:00pm

KIMBERLEY

New & Nearly New 1685 Warren Avenue Phone: 1-250-427-0009 Hours: Mon-Sat 9:30am-4pm

KITIMAT

Kitimat Recycling Depot 314 Railway Avenue Phone: 1-250-632-6633 Hours: Mon-Fri 9am-4pm, Sat 11am-4pm

LADYSMITH

Junction Bottle Depot Ltd. 149 Oyster Bay Drive Phone: 1-250-245-7376 Hours: Mon-Sat 9am-5pm, Sun 10am-4nm

LANGFORD

Alpine Disposal & Recycling 1045 Dunford Avenue Phone: 1-250-474-5145 Hours: Monday-Friday 8am-4:30pm Sat 8:00-4:30pm

LANGLEY

Langley Bottle Depot 20137 Industrial Avenue Phone: 604- 530-0131 / 5 Hours: Mon-Sat 8:30am-5:30pm, Sun 10am-4pm - closed all Public Holidays

LANGLEY

.

Willowbrook Recycling Depot 19645-60th Avenue

Phone: 604-532-0225

Hours: Mon-Fri 9am-6pm, Sat 8am-6pm, Sun 10am-4pm



(as of January 22, 2008)

NAKUSP

Nakusp Landfill Site 1420 Hot Springs Road Phone: 1-250-352-6665 Hours: Mon. 9am-12:30pm, Wed. 9am-4pm, Sat. 9am-4pm

NANAIMO Nanaimo Recycling Exchange Society 2477 Kenworth Road Phone: 1-250-758-7777 Hours: Monday-Saturday, 9am-4:30pm

NELSON

Nelson Paint Depot (formerly Kootenay Oil Filter) 721 Front Street Phone: 1-250-505-3512 Hours: Monday - Saturday 10am-4pm

NEW DENVER

Rosebery Transfer Station 5250 Highway 6 Phone: 1-250-352-6665 Hours: Wednesday & Saturday 9am-3pm

NEW HAZELTON

New Hazelton Bottle Depot 3421 Bowser Street, PO Box 787 Phone: 1-250-842-0555 Hours: Tues - Sat 10am - 5pm -CLOSED MONDAYS

NEW WESTMINSTER

New Westminster Recycling 65 E 6th Avenue (far left corner of Canada Games) Phone: 604-968-4208 Hours: Wed - Sun 10 am - 6 pm

NORTH VANCOUVER

North Van. Transfer Station 30 Riverside Dr. Phone: 604-929-0372 Hours: Mon - Sat 8am - 5pm, Sun 10am - 5 pm

OLIVER

Oliver Sanitary Landfill off Black Sage Road, approx 7km south Phone: 1-250-498-3316 Hours: Monday to Friday Noon -3:45pm, Saturday 9am-3:45 -Closed Sundays

LANGLEY

Walnut Grove Bottle Depot #224, 9640-201 Street Phone: 604-513-0420 Hours: Mon-Sat 9am-5pm Sun 10am-4pm

LILLOOET

Lillooet Glass & Tire 561 Main Street Phone: 1-250-256-4111 Hours: Mon-Fri 8am-5:30pm Sat 8am-1pm

LUMBY

K.B.M. Motorworks/Lumby Shell 1862 Vernon Street Phone: 1-250-547-2356 Hours: Mon-Sat 8am-5pm

MADEIRA PARK

GRIPS Recycling Hwy 101, at Menacher Road Phone: 1-604-883-1165 Hours: Thursday to Tuesday 9am-4pm -CLOSED WEDNESDAYS

MAPLE RIDGE

Ridge Meadows Recycling Society 10092-236 Street Phone: 604-463-5545 Hours: Mon, Thur, Fri, Sat 8am-5pm, Tue & Wed 10am-7pm, Sunday 10-5

MERRITT

Merritt Machine Works Ltd. 1120 McFarlane Way Phone: 1-250-378-5326

Hours: Mon-Fri 8am-5pm, Sat 8am-12pm (noon) - closed Saturdays on Long Weekends)

MISSION

Mission Recycling Depot 7229 Mershon Avenue Phone: 604-365-6737 or

Hours: Monday - Saturday 8:30am-4:30pm

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OSOYOOS

Osoyoos Bottle Depot 8305-72nd Avenue Phone: 1-250-495-2399 Hours: Mon - Sat 9am - 4:30pm

PARKSVILLE

Parksville Bottle & Recycling Depot 611A Alberni Highway Phone: 1-250-248-0224 Hours: Mon-Sun 8:00am - 6:00pm (7 days a week)

PENDER ISLAND

Pender Island Recycling Society 4402 Otter Bay Road Phone: 1-250-629-6962 Hours: Tues 8am-3pm, Sat 10am-3pm,

PENTICTON

J&C Bottle Depot (formerly Penticton Recycling & Bottle Depot) 200 Rosetown Avenue

Phone: 1-250-492-5144

Sun 2-5pm

Hours: Open Mon-Fri - Oct 1st to Mar 31st - 9am - 5pm and April 1st to Sept 30th 8:30am - 5pm

PENTICTON

Campbell Mountain Landfill Penticton Landfill - Reservoir Road (5km NE) Phone: 1-250-492-2907 Hours: Mon-Sat 8:30-4:45, Sunday 10am-2pm

PORT ALBERNI

The Bottle Depot 3533 4th Avenue Phone: 1-250-724-5811 Hours: Mon-Sat 9:00am-5:00pm

PORT CLEMENTS

Islands Regional Landfill Depot 71454, Highway 16 Phone: 1-888-557-9339 Hours: Mon-Sat 11am-3pm

PORT COQUITLAM

Biggar Bottle Depot 2577 Kingsway Avenue Phone: 604-945-3313 Hours: Mon-Fri 9:00am-5:30pm, Sat 9am-6pm, Sun. 9am-5:30pm

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PORT MCNEIL

Seven Mile Recycling Centre Highway 19 Phone: 1-250-949-1681 Hours: Mon-Fri 9am-4pm Sat 10am-3pm (no commercial customers on Saturday)

POWELL RIVER

Augusta Recyclers Ltd. 7346 Highway 101 Phone: 1-604-485-4072 Hours: Mon-Fri 8am-4:30pm, Sat 8am-4pm

PRINCE GEORGE

Nechako Bottle Depot 1922 1st Avenue Phone: 1-250-562-3871 Hours: Mon-Sat 8:30am-5pm

PRINCE RUPERT

Regional Recycling - Prince Rupert 251 Kaien Road Phone: 1-250-624-2455 Hours: Mon-Fri 8am-4:30pm Sat 9:30am-4:30pm

PRINCETON

Town of Princeton 171 Princeton Summerland Road (Princeton Landfill) Phone: 1-250-295-6111 Hours: Mon, Tue, Fri, Sat, Sun 9 am - 5 pm

QUALICUM

Qualicum Bottle & Recycling Depot Unit #4, 141 - East 4th Avenue Phone: 1-250-752-8884 Hours: Monday - Saturday 9:00am -5:00pm

QUESNEL

Quesnel Landfill Site #5 Carson Pit Road, Municipal Landfill Phone: 1-250-992-3817

Hours: Mon. & Tues. 8am-4:30pm, Wed-Sun 9am-5:30pm



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REVELSTOKE

Revelstoke Bottle Depot (was Revelstoke Bottlers) 97 Cartier Street Phone: 1-250-837-2693 Hours: Mon.-Fri. 9am-5pm Sat. 9am-3pm

RICHMOND

Richmond Recycling Depot 5555 Lynas Lane Phone: 604- 270-3257 x Hours: Wed - Sun 9:30am - 6pm

SAANICH

Saanich Recycling Depot 1040 McKenzie Avenue Phone: 1-250-475-5599 Hours: Mon-Fri 8:30am-8pm, Sat 9am-1pm

SALMON ARM

Bill's Bottle Depot 2840 13th Avenue S.W. Phone: 1-250-832-6630 Hours: Mon.-Sat. 8:30am-5pm

SALTSPRING ISLAND

Saltspring Island Recycling 349 Rainbow Road Phone: 1-250-537-1200 Hours: Tues-Sat 10am-5pm

SECHELT

Sechelt Landfill Dusty Road Phone: 1-604-885-6889 Hours: Mon-Sat 8:30am-5pm, Sun 12-5pm

SIDNEY

Sidney Bottle Depot #5-10025 Galaran Road Phone: 1-250-655-4878 Hours: Monday - Saturday 9am-5pm

SMITHERS

Smithers/Telkwa Transfer Station 6150 Donaldson Rd South (off Hwy. 16) Box 399 Phone: 1-250-846-6805 Hours: Mon-Fri 8am-6pm Sat&Sun 10am-6pm

SOOKE

Sooke & District Garbage Depot 6228 Sooke Road Phone: 1-250-642-3646 Hours: Mon-Sat 10am-4pm Sun 12-4pm

SORRENTO

Starlite Auto Wrecking & Repair 1408 London Lane Road Phone: 1-250-675-2950 Hours: Mon-Fri 9am-5pm, Sat (appointment only)

SQUAMISH

Carney's Waste Systems - Squamish 38950 Queens Way Phone: 1-604-892-5675 Hours: Mon - Fri 8:00am - 4:30pm

STEWART

Tidewater Equipment 401 Brightwell Street Phone: 1-250-636-2121 Hours: Mon&Tues (by appointment only) Wed-Fri 9am-5pm

SURREY

Fleetwood Bottle Return Depot Ltd. 15093 Fraser Highway Phone: 604-585-3544 Hours: Mon-Sat 8:30am-5:30pm, Sun 10-5pm

SURREY

Scott Road Bottle Depot Unit 2 - 12111 86th Avenue Phone: 604-543-0606 Hours: Mon-Sat 9am-6pm, Sun 10:30am-4:30pm

SURREY

Semiahmoo Bottle Depot dba Joe's Bottle Depot Unit 28 & 29 - 15515 24th Avenue Phone: 604-531-7669 Hours: Mon-Sat 9:30am-5pm

TERRACE

Lakelse Holdings Ltd. 3098 Kofoed Drive Phone: 1-250-638-6230 Hours: Drop Off by Appointment Only

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(as of January 22, 2008)

VICTORIA

Hartland Recycling Depot #1 Hartland Avenue Phone: 1-250-727-3331 Hours: Mon-Fri 9am-5pm Sat 7am-2pm

VICTORIA

Ellice Recycle Ltd. 516 David Phone: 1-250-386-4342 Hours: Mon-Fri, 7:30am-5pm, Sat & Sun 8:30am-5pm Contractors welcome at this depot VICTORIA Oak Bay Recycling Depot 1771 Elgin Road Phone: 1-250-598-4501 Hours: Mon-Fri 8am-4:30pm Sat 8am-12pm

WHISTLER Carney's Waste Systems - Whistler #1 Cheakamus Lake Road Phone: 1-604-938-9622 Hours: Mon-Sun 7:30am-5pm

WILLIAMS LAKE

.

Central Cariboo Disposal Services 100-5101 Frizzi Road Phone: 1-250-392-5893 Hours: Mon-Fri 8am-3pm Sat 9am-1pm

TOFINO

District of Tofino 700 Industrial Way, Municipal Works Yard Phone: 1-250-725-4212 Hours: Tues 1-3pm

TRAIL

McKelvey Creek Landfill 1900 Highway 3B Phone: 1-250-364-9834 Hours: Mon-Sat 10am-5pm - closed Sundays and Holidays

VALEMOUNT

Rex's Recycling Centre 1020 Commercial Drive Phone: 1-250-566-9111 Hours: Tues & Wed 1-5pm, Thur-Sat 10am-5pm

VANCOUVER

East Van Bottle Depot 2605 Kaslo Street Phone: 604-255-4243 Hours: Mon - Sun 9am - 6pm (7 days a week)

VANCOUVER

Joe's Bottle Depot 4394 Main Street (at Rear) Phone: 604-873-0924 Hours: Mon-Fri 9am-5pm Sat&Sun 10:30-5pm

VANCOUVER

Go Green Depot & Recycling #7 East 7th Avenue (#7 - 2286 Ontario Street) Phone: 604- 874-0367 Hours: Mon-Fri 9am-5pm Sat 9am-4pm Contractors welcome at this depot.

VANDERHOOF

Nechako Valley School Bottle Depot 3rd & Nechako Phone: 1-250-567-4059 Hours: Mon-Thurs & Sat 12-5pm (SUMMER -Sat 10am-5pm)

VERNON

Chasers Bottle Depot 4612B-27th Street Phone: 1-250-503-1311 Hours: Mon-Fri 8am-6pm, Sat 9am-5pm, Sun 10am-4pm

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PRODUCT CARE ASSOCIATION

FINANCIAL STATEMENTS

31 DECEMBER 2007



PRODUCT CARE ASSOCIATION Financial Statements

For the Year Ended 31 December 2007

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Auditors' Report	
Statement of Financial Position	3
Statement of Changes in Members' Equity	4
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Statement of Cash Flows	6
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1400-900 West Hastings Street Vancouver, B.C. V6C 1E3 Telephone: 604-684-1101 Fax: 604-684-7937 E-mail: admin@rolfebenson.com *a partnership of incorporated professionals

AUDITORS' REPORT

To the Members, Product Care Association

We have audited the statement of financial position of Product Care Association as at 31 December 2007 and the statements of operations and changes in members' equity and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Association as at 31 December 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

CHARTERED ACCOUNTANTS

Vancouver, Canada 18 February 2008



PRODUCT CARE ASSOCIATION Statement of Financial Position 31 December 2007

	2007	2006
Assets		
Current		A
Cash and short-term investments	\$ 2,721,873 715 110	\$ 2,283,124 558,360
Accounts receivable (Note 9)	715,110 63,787	50,786
Prepaid expenses and deposits	3,500,770	2,892,270
Insurance Reserve (at market, 2006 - at cost) (Note 4)	7,925,634	7,100,844
Capital assets (Note 5)		
	\$ 11,426,404	\$ 9,993,114
Liabilities		
Current		
Accounts payable and accrued liabilities	\$ 513,950	\$ 508,301
Deferred revenue	186,075	_
	700,025	508,301
Commitments (Note 6)		
Members' Equity		
Insurance Reserve - restricted (Note 4)	7,925,634	7,100,844
Invested in capital assets Unrestricted	- 2,800,745	2,383,969
Offestificted	10,726,379	9,484,813
	\$ 11,426,404	\$ 9,993,114

APPROVED BY THE DIRECTORS: <u>J.Manfry</u> Director <u>Director</u> <u>Director</u>



PRODUCT CARE ASSOCIATION Statement of Net Assets For the Year Ended 31 December 2007

			Internally		2006
	Unrestricted	Invested in Capital Assets	Restricted Insurance Reserve	2007 Total	2006 Total
	\$	\$	\$	\$	\$
Net assets - beginning of year	2,383,969	-	7,100,844	9,484,813	8,446,639
Restatement for change in accounting policy (Note 2)	888,181	-		888,181	
Net assets - beginning of year as restated	3,272,150	-	7,100,844	10,372,994	8,446,639
Excess of revenues over expenses	353,385	-	-	353,385	1,038,174
Transfers - to insurance reserve	(824,790)	-	824,790	-	
Net assets - end of year	2,800,745		7,925,634	10,726,379	9,484,813



PRODUCT CARE ASSOCIATION Statement of Operations For the Year Ended 31 December 2007

		2007		2006
Revenues				
Eco fees (Note 9)	\$	6,008,560	\$	5,822,583
Operating expenses				
Collection, disposal, transportation and event advertising		5,241,616		4,695,039
Gross margin		766,944		1,127,544
Administrative expenses				
Association and depot start-up costs		69,227		33,224
Office, rent and travel		135,220		132,491
Technical, professional, management and communication		402,804		282,933
		607,251		448,648
Less: expense recovery		(125,583)		-
	A BUTAL A THE	481,668		448,648
Excess of revenues over expenses before other income (expenses)		285,276		678,896
Other income (expenses)				
Investment income		420,790		279,738
Interest income		113,720		78,111
Realized gain on sale of securities		115		1,429
Unrealized gain (loss) on securities		(484,296)		-
Gain on disposal of capital assets		17,780		-
		68,109	·	359,278
Excess of revenues over expenses for the year	\$	353,385	\$	1,038,174



PRODUCT CARE ASSOCIATION Statement of Cash Flows

For the Year Ended 31 December 2007

		2007		2006
Cash provided by (used in):				
Operating activities				
Excess of revenues over expenses	\$	353,385	\$	1,038,174
Items not involving cash				
Gain on disposal of capital assets		(17,780)		-
Market value adjustment to insurance reserve		888,181		-
Amortization		-		3,380
Changes in non-cash working capital balances		(164,102)		155,676
-		1,059,684		1,197,230
Investing activities				
Transfer (to)from insurance reserve		(824,790)		(1,281,167)
Proceeds on disposal of capital assets		17,780		-
		(807,010)		(1,281,167)
Financing activities				
Receipt of deferred revenue		186,075		-
Net increase (decrease) in cash		438,749		(83,937)
Cash - beginning of year		2,283,124		2,367,061
Cash - end of year	\$	2,721,873	\$	2,283,124
Represented by:				
Cash	\$	10,568	\$	783,209
Money market fund	Ŷ	2,208,307	-	1,499,915
Term deposit		502,998		
	\$	2,721,873	\$	2,283,124
Supplemental Cash Flow Information:				
Interest income	\$	113,432	\$	77,393
interest income	<u>Ψ</u>	1101104	<u> </u>	



1. Incorporation of Product Care Association

On 7 May 2001, Letters Patent were obtained for the creation of Product Care Association. The new entity is the result of the amalgamation of PPC Paint and Product Care Association with Product Care Association on 1 July 2001. The Association is a not-for-profit organization and as such, the Association is not subject to income taxes.

The Association was created to collect and dispose of paint, aerosols, solvents, pesticides, gas and other household waste in an environmentally safe manner as mandated by various provinces.

2. Change in Accounting Policy

On 1 January 2007, the Association adopted CICA Handbook Section 3855, "Financial Instruments - recognition and measurement, "Section 3862, "Financial Instruments - disclosures," Section 3863, and "Financial Instruments - presentation." These standards provide recommendations on recognizing and measuring financial assets, financial liabilities and non-financial derivatives.

The adoption by the Association of these new standards on financial instruments has resulted in changes in accounting for financial instruments and for a number of transition adjustments that were recorded in opening net assets. The comparative financial statements were not restated. The main changes in accounting for financial instruments resulting from the adoption of these accounting standards are described below.

With the adoption of these new standards, the Association classified its cash and short-term investments, accounts receivable, insurance reserve and accounts payable and accrued liabilities as financial assets held for trading. As a result, the insurance reserve asset and fund balance was increased by \$888,181 as at 1 January 2007.

3. Summary of Significant Accounting Policies

(a) Capital Assets

Capital assets are recorded at cost and are amortized over their estimated useful lives on a straightline basis at the following annual rates:

Machinery	5 years
Tubskids and cages	3 years
Trailers	3 years
Plant equipment	2 years
Leasehold improvements	5 years



3. Summary of Significant Accounting Policies - continued

(b) Revenue Recognition

Revenue from eco-fees is recognized at the time an eco-fee applicable product is sold by a member of the Association, and the eco-fee becomes due and payable.

The Association follows the deferral method of accounting for contributions. Restricted contribution are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income includes interest income, and realized and unrealized investment gains and losses. Unrealized gains and losses and held-for-trading financial assets are included in investment income and recognized as revenue in the statement of operations. Unrestricted investment income is recognized as revenue when earned.

(c) Investments

Investments are classified as held-for-trading and are recorded at fair value.

(d) Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and disclosure of contingencies at the date of the statement of financial position. Actual results could differ from those estimates.

4. Insurance Reserve Fund

The insurance reserve fund was established to respond to environmental impairment liability exposures and director and officers liability exposures up to predetermined levels in conjunction with the overall insurance program. The amount is internally restricted and transfers to the insurance reserve fund are made upon resolutions passed by the Board of Directors. During the year the Directors approved to transfer \$Nil (2006 - \$1,000,000) to the insurance reserve fund.

The assets in the insurance reserve fund consist of cash and investments in fixed income and equity securities and are independently managed. All income earned on these investments are transferred to the insurance reserve fund. During the year \$824,790 (2006 - \$(281,167)) was transferred to the insurance reserve fund, which included an unrealized gain of \$888,181 at 1 January 2007, an unrealized loss of \$484,296) at 31 December 2007 and realized investment income of \$420,905.



J .	Capital Assets	Capital Assets			ccumulated	Ne	t Book V	Value
			Cost	Aı	mortization	 2007		2006
	Depot equipment	\$	565,717	\$	565,717	\$ -	\$	-
	Office equipment		44,431		44,431	-		-
	Leasehold improvements		483,749		483,749	-		-
	Storage depots		576,096		576,096	 		-
		\$	1,669,993	\$	1,669,993	\$ _	\$	-

6. Commitments

The Association entered into a 60 month lease on the Surrey office and building facility which expires on 31 January 2011. The lease includes a clause that after January 2008, the Association can terminate the lease with six months notice. The annual lease payments are as follows:

2008	\$	102,000
2009		102,000
2010		102,000
2011		8,500
	_\$	314,500

Additionally, at year end the Association had unprocessed product on hand with an estimated cost to process, transport and recycle of \$20,987 which will be incurred during 2008.

7. Financial Instruments

(a) Fair Value

The following policies and assumptions were used to determine the fair value of each class of financial assets and financial liabilities.

- (i) Cash and short-term investments, accounts receivable and accounts payable and accrued liabilities are classifies as held for trading and are measured at their carrying amounts since it is comparable to their fair value due to the approaching maturity of these financial instruments.
- (ii) The insurance reserve is classified as held-for-trading financial assets. They are measured at fair value, determined on the basis of market value.



7. Financial Instruments - continued

(b) Credit Risk

The Company's financial instruments that are exposed to concentrations of credit risk consist of cash and accounts receivable. Cash is in place with major financial institutions. Concentrations of credit risk with respect to accounts receivable are limited due to the large number of customers. The Company has evaluation and monitoring processes in place and writes off accounts when they are determined to be uncollectible.

8. Comparative Figures

Certain comparative figures have been reclassified to conform to the current year's financial statement presentation.

9. Related Party Transactions

During the year, management fees of \$119,163 (2006 - \$Nil) were received from the Saskatchewan Waste Electronic Equipment Program Inc., a company which is under a five year management contract held by the Association. These transactions were in the normal course of operations and were measured at the exchange value which represents the amount of consideration established and agreed to by the related parties.

At the year end, \$70,795 of fees owing and other reimbursable expenses were unpaid and included in accounts receivable. These amounts are non interest bearing, granted under normal credit terms and have arisen from the provision of services referred to above.

