

Product Care Annual Report for

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

Reporting Period: January 1, 2008 to December 31, 2008

Submitted to: Mr. David Ranson

Director of Waste Management Environmental Quality Branch Ministry of Environment

PO Box 9341, STN PROV GOVT

Victoria, BC, V8W 9M1

Prepared by: Mark Kurschner, President

Product Care Association 12337 – 82A Avenue Surrey, BC V3W 0L5 Tel: 604-592-2972

Email: mark@productcare.org

Date: June 30, 2009

Table of Contents

1. Executive Summary	3
2. Program Outline	3
3. Educational Materials and Strategies	4
4. Collection System Information	5
5. Life Cycle Management	7
6. Recovery Rate	11
7. Fee Information	16
8. Performance Targets	18
9. Additional Information the Director required	20
10. Appendices	20

- Appendix 1- Product Care Member List
- Appendix 2- Product Care Depot List
- Appendix 3- 2008 Financial Statements

1. Executive Summary

Despite the significant economic downturn at the end of 2008, the Product Care stewardship program for paint, flammables, pesticides and waste gasoline achieved another record year in terms of volume of material recovered, a 16.2% increase over 2007. The recovery rate for the highest volume product, paint, reached 7.7% (35,216,765 litres sold vs. 2,700,416 litres recovered). Product Care's depot system expanded to 110 locations. The 2008 promotion and education program included a partnership with the BC Used Oil program summer ambassadors, and an outreach to all the Regional Districts.

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 www.productcare.org for more information.

3. Educational Materials and Strategies

Product Care's 2011 target is a 50% increase in program awareness compared to 2007 as measured by a consumer awareness survey. The following is a summary of Product Care's promotion and education program in 2008:

- Point of Purchase (PoP) material- In early 2008, program brochures and posters were distributed to over 3320 retailers and 133 municipalities and regional districts without charge. PoP materials are available free of charge for re-order at any time by telephone, fax, e-mail or through the Product Care website.
- Yellow Pages- Product Care placed advertising in the "Recycling Services" section of all 51 residential Yellow Pages publications across BC (2008 target: 5 publications).
- Tradeshows- Product Care participated in the 2008 BC Home Interior and Design Show.
- RCBC Toll-Free Recycling Information Hotline Product Care continued its contract with the Recycling Council for the RCBC "recycling hotline" service. Through the RCBC Hotline consumers can find out where to take unneeded materials. 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 by Product Care in its telephone Yellow Pages advertising. The RCBC Hotline is open regular business hours Monday through Saturday 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. In 2008, RCBC received approximately 12,125 calls relating to Product Care materials, with the majority of calls being paint related.
- RCBC materials exchange program- 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.
- Local Government Partnerships- In 2008, Product Care continued its efforts to work with municipalities and regional districts (RDs) in promoting the Product Care program. Specific actions include:
 - Surveying RDs by telephone (25 of 27 were contacted) to discuss the effectiveness of the Product Care program in the local area, to explore synergies for promotion and education, and potential expansion of the collection system using RD infrastructure.
 - Advertising in all municipal garbage collection/recycling calendars.
 - Local government website linkages (see below).
 - Point of purchase consumer information material was also made available to all municipalities free of charge.
- Partnership with Ambassador Program- In 2008, Product Care participated in the BC Used Oil Management Program (BCUOMA) Ambassador Program. This program involves two summer student "ambassadors" travelling throughout BC with the objective of building relationships with stakeholders and increasing awareness of the stewardship programs and activities. Activities included:

- Meeting and discussing the stewardship programs with local stakeholders including retailers, collection facilities, and city officials as well as receiving and documenting feedback regarding the programs.
- Attending and promoting the program at community events.
- o Educating consumers on proper disposal methods for hazardous waste materials.
- Distributing Product Care promotional materials.
- Product Care Website- Product Care's www.productcare.org website was actively maintained throughout 2008 to provide information to BC residents, and for residents in other provinces in which Product Care has programs. In 2008, the BC pages of the website received over 19,000 visits. The website includes:
 - Depot locations including a convenient "drill down" depot finder system and information regarding hours of operation and products accepted.
 - Description of products accepted by the program.
 - o Eco-fee reporting schedule.
 - o Annual reports, other program information and audited financial statements.
 - Information for consumers on buying the right amount of paint as well as the safe storage and handling of program products.
- Website linkages- Many consumers look to their local government for recycling information.
 Accordingly, Product Care contacted BC's regional districts (RDs) in order to establish or
 confirm the placement of links from the RD websites to the Product Care site. Currently 25
 of the RD websites have links to Product Care website.
- Reuse Websites- To promote its paint exchange program Product Care is now listed in a number of reuse websites, including:
 - Vancouver Reuses (http://www.vancouver.reuses.com/)
 - Surrey Reuses (http://www.surreyreuses.com/)
 - Okanagan Reuses (http://www.okanaganreuses.com/)
 - o Thompson Nicola Reuses (http://www.tnrdreuses.com/)

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.

4. Collection System Information

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. Product Care Depots in 2008

	2007 actual	2008 target	2008 actual
Paint Only 1	59	62	61
Paint Plus ²	45	47	49
Total Depots	104	109	110
Events ³	19	12	15

¹ Accept paint only

Accept paint, flammables, pesticides and gasoline

³ Collection events held (see Table 2)

The table indicates an increase of 2 Paint Only and 4 Paint Plus Depots since 2007, of which 3 are new and 1 has expanded from a Paint Only to a Paint Plus depot. During the reporting period one depot changed from a Paint Plus to a Paint Only depot (see Table 3 for a list of depot changes in 2008).

In addition, Product Care participated in 15 one-day collection events in 2008. The events are usually managed by local governments or communities.

The BC Hazardous Waste Regulation is under review. The proposed revisions would result in more restrictive requirements for collection depots participating in the program which could result in attrition among the existing depots, and deter new depots.

Product Care continues in its efforts to increase the number of depots and to increase the number of depots which are Paint Plus Depots, accepting the full range of program products. A complete list of depots is available at the Product Care website (http://www.productcare.org/BCzoom2.html).

Table 2. Collection Events in 2008

Date	Name	Location
Apr 19, 2008	Courtenay Mobile	Courtenay
Apr 26, 2008	Golden Mobile	Golden
Apr 27, 2008	Sicamous Mobile	Sicamous
Apr 27, 2008	Revelstoke Mobile	Revelstoke
Jun 7, 2008	Kamloops Mobile	Kamloops
Jun 16, 2008	Mackenzie Mobile	Mackenzie
Oct 4, 2008	Chilliwack Mobile	Chilliwack
Oct 25, 2008	Golden Mobile	Golden
Oct 26, 2008	Revelstoke Mobile	Revelstoke
Oct 26, 2008	Sicamous Mobile	Sicamous
Oct 4, 2008	Vernon Mobile	Vernon
Oct 4, 2008	Enderby Mobile (NORD)	Enderby
Oct 4, 2008	Lumby Mobile (NORD)	Lumby
Oct 21, 2008	Kelowna Mobile	Kelowna
Oct 26, 2008	Township of Langley	Langley

Table 3. Depot Changes in 2008

Depot Name	Location	Change	Effective Date
Summerland Bottle Depot	Summerland	Opened as a Paint depot	Apr-08
Gibsons Recycling Depot	Gibsons	Opened as a Paint depot	Apr-08
Peerless Road Recycling Drop-Off Depot, Cowichan Valley Regional District (CVRD)	Ladysmith	Opened as a Paint Plus depot	Apr-08
Bings Creek Solid Waste Management Complex (CVRD)	Duncan/North Cowichan	Opened as a Paint Plus depot	Apr-09
Meade Creek Recycling Drop-Off Depot (CVRD)	Lake Cowichan	Opened as a Paint Plus depot	Apr-08
Carney's Waste Systems	Pemberton	Opened as a Paint Plus depot	Sep-08
R & R Recycling	Норе	Expanded to a Paint Plus depot	Aug-08
Chasers	Vernon	Relocation	Sep-08
Ladner Bottle Depot	Delta	Changed from Paint Plus to Paint Only Depot	Nov-08

Product Care operates a due diligence and control system to minimize the possibility of an environmental incident in the collection system. In 2008, Product Care representatives conducted routine inspections at 35 collection sites, primarily in the areas of the Fraser Valley, Northern BC, Vancouver Island and Southern Gulf Island. In addition, Product Care continued to maintain a blanket environmental impairment insurance policy for all contracted depots, as well as maintaining an insurance reserve fund.

5. Life Cycle Management

There continues to be a steady shift from oil based (alkyd) paints to water based latex paints. The current marketplace is about 80% latex and 20% oil based for new paint sales. However, recovered paint reflects buying patterns of the actual age of the paint, and currently about 70% of household paint collected is latex and the remaining 30% are oil based. This trend is expected to continue.

Also current and proposed federal regulations relating to the composition of surface coatings and volatile organic compounds, are having the effect of reducing the environmental impact of paint products.

There is a steady increase in the number of municipal bylaws restricting the use of pesticides, as well as federal regulatory requirements relating to 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, **U**se what you buy and **D**ispose of the remainder responsibly.
- Participation with the Product Stewardship Institute (http://www.productstewardship.us/)
 and National Paint and Coatings Association, which are conducting a lifecycle analysis study, expected to be completed in 2009.
- Operating a paint exchange program where by leftover paint is made to the public free of charge. The paint exchange is available at 84 depots and Product Care's Surrey facility.

Pollution Prevention Hierarchy

Product Care endeavors to manage collected products in accordance with the "pollution prevention hierarchy". References in this section do not include the management of non program materials.

A. Paint

Leftover paint is the largest volume of residual products managed by the Product Care program. Leftover paint is managed in a number of ways:

- 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 anti-graffiti programs. Many participants obtain information about the Paint Exchange program through the RCBC Materials Exchange program. During the Reporting Period, 2.1% of the volume of paint collected by Product Care was reused through the paint exchange. This is an increase from 1.5% reuse rate in 2007. This is attributed to the continued increase in the number of depots offering the paint exchange from 77 paint exchange depots in 2007 to 84 in 2008, and increased consumer awareness of the program.
- Recycling Product Care utilizes a number of options for paint recycling including:
 - Reprocessing leftover latex and oil paint into paint and coatings products.
 - Latex paint as raw material incorporated in the manufacture of recycled concrete, and in the manufacture of Portland cement.

During the Reporting Period 70.9% of all paint collected by Product Care was recycled in one of these ways compared to 73.6% in 2007, and the 2008 target of 77%. This target was not met because a recycling option, previously utilized in earlier years, was no longer available in 2008.

Energy Recovery – Due to the high solvent content of alkyd paints, alkyd paints are suitable for energy recovery. Through the process of fuel blending, 97.8% (in 2007: 75%) of the oil based paint and 100% (in 2007: 100%) of the flammables and gasoline collected by Product Care during the Reporting Period were used as an alternative energy source in applications such as permitted incinerators. The significant increase in the use of energy recovery instead of recycling occurred because the recycling option employed in 2007 was no longer available. Product Care continues to search for recycling options for oil based

paint. This is generally more difficult to due to hazardous waste and transportation regulations which limit the movement of this kind of material.

Other Disposal – No paint products are disposed of in the landfill or in any other way by Product Care. Not all post consumer latex paint is of sufficient quality for reprocessing and paint reprocessors typically can only reprocess about 70-80%. The remaining material is usually dried and land filled. Currently, Product Care manages the sorting and bulking of the post consumer containers of latex paint and is able to consolidate and ship to re-processors only the recyclable portion of the collected paint. However there are limited options for managing the remaining poor quality leftover paint. Currently this material is being processed in a cement manufacturing process at a distant location. Product Care intends to conduct a lifecycle analysis of this option.

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 permitted 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 for energy recovery as an alternative fuel.

E. Containers

Product Care's targets are:

- 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.

The economic crisis in the latter part of 2008, resulted in depressed prices and increased challenges in finding markets for scrap metal paint and gasoline containers. All scrap metal was eventually recycled as scrap metal, however if market conditions do not improve Product Care may be forced to dispose of these materials at a landfill due storage restrictions.

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 permitted incinerators.

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 as they are not accepted for energy recovery, however the volume of containers is small (Table 4). 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 is not available to clean the plastic prior to recycling without creating wash water waste that cannot be discharged.
- o Generally, there has not been enough volume to stimulate technology development.
- **Pesticide containers:** These containers are generally not accepted for recycling or for energy recovery due to health and safety concerns. Other challenges are the variety of plastic composition and container sizes, as well as the relatively small volumes collected through the Product Care program. No recycling solutions have been identified for the volumes managed by Product Care. Product Care continues to search for alternatives.

Table 4. Summary of Management Options for Residuals Collected

	Method	Example	Paint	Paint containers	Flammables	Pesticide	Gasoline	Other Containers
1	Reuse	Given to a consumer in original condition through "paint exchange"	2.1%					
2	Recycling	Reprocessed as paint, used in concrete manufacture, cement manufacture	70.9%	100% of metal containers 100% of #2 plastic containers	1	1		100% of metal containers
3	Energy recovery	Fuel blending	97.8%	100% of composite containers	100%	1	100%	>95% of plastic solvent containers and 100% of gasoline containers
4	Disposal	Incineration due to contamination	-1		-	100%		
5	Landfill							¹ Pesticide containers & #3 Solvent PVC containers.

¹Note: data unavailable due to small quantities

Greenhouse Gas (GHG) Emissions and Reductions

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

Product Care has not yet obtained information regarding the GHGs associated with manufacturing of new paint or the reprocessing of post-consumer paint from the manufacturers of new or reprocessed paint. Product Care continues to seek out reliable data so the GHG emissions can be determined.

Energy inputs have been compiled for Product Care's central facility and administrative office (electricity, fuel for on site vehicles, heating, any additional energy). In 2008, the central facility used 194760 KWh of electricity, 556.3 GJ of natural gas and 15,939 lbs. of propane.

6. Recovery Rate

The products managed in the Product Care program are all designed to be consumed, so while the amount recovered can be determined, it is difficult to determine the total amount of the product available for collection, and at what point in time the consumer considers it to be a waste product. In addition, the lag time between purchase of a product and the decision that the leftover product is unwanted varies.

Table 5. Paint, Flammables and Pesticides Recovery Data

	Paint (non aerosol)	Paint Aerosol	Flammable Liquids/Gasoline	Pesticides
Sales (litres) ¹	35,216,765	975,172	3,940,716 ²	189,178
Recovery (litres)	2,700,416 ³	17,226	92,872 4	16,076
Recovery (elc's) ⁵	8,637,266	150,728	213,408	54,259
Percentage Recovery	7.7%	1.7%	2.3%	8.4%

¹ volumes reported as "Sales (litres)" are estimated by converting units reported using typical container

Table 6. Sales Volume from 2003-2008

Sales (Litres) by year	Paint (non pressurized)	Paint Aerosol	Flammable 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
2008	35,216,765	975,172	3,940,716	189,178

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.

Figure 1. Sales of Non-Aerosol Paint

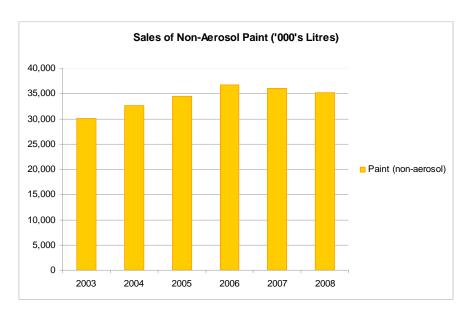


Figure 2. Sales of Other Products

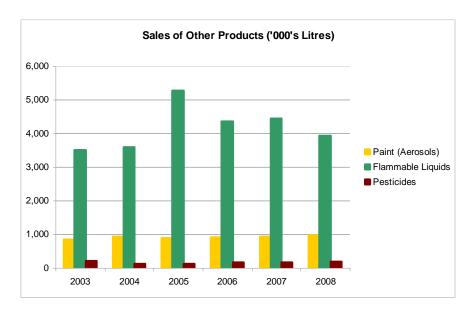


Table 7. Recovery Volume 2003-2008

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
2008	2,700,416	17,226	92,872	16,076

Figure 3. Recovery of Non-Aerosol Paint

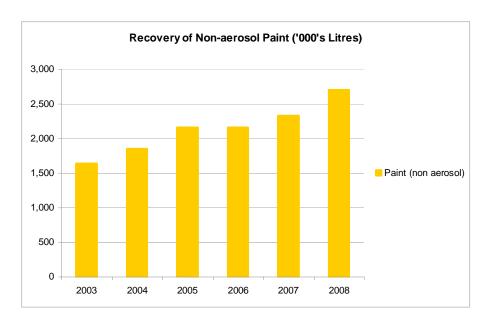


Figure 4. Recovery of Other Products

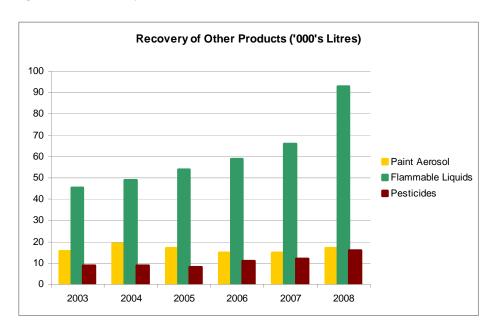


Table 8. Summary of Collection for 2008 by Regional District in Tubskids*

Regional District	Paint	Aerosols	Solvents	Pesticides	Other Aerosols
Alberni Clayoquot	97	4	3	1	0
Bulkley Nechako	98	14	1	0	0
Capital Regional District	2,626.00	68	91	31.3	10.5
Cariboo	111	14	0	1	0
Central Coast	7	0	0	0	0
Central Kootenay	223	11	2	2	1
Central Okanagan	798	32	17	4	8
Columbia Shuswap	177	9	7	4.3	0
Comox Strathcona	400	25	8	4	0
Cowichan Valley	448	15	17	3	3.2
East Kootenay	308	11	1	1	0
Fraser Fort George	258	13	9	2	0
Fraser Valley	1,069.00	36	35	9	2.9
GVRD	9,618.00	246	237	44	19.8
Kitimat Stikine	36	1	0	0	0
Kootenay Boundary	155	5.3	4	3	1
Mt. Waddington	40	1	0	0	0
Nanaimo Regional District	1,101.00	27	20	5	2.1
North Okanagan	349	20	4	3	1
Northern Rockies	9	7	1	0	0
Okanagan Similkameen	451	16	2	0	0
Peace River	240	17	1	0	0
Powell River Regional District	77	5	4	1	0
Skeena-Queen Charlotte	52	10	4	0	0
Squamish Lillooet	288	7	3	0	0
Sunshine Coast	320	11	16	5	0
Thompson Nicola	453	23	7	2	1
Y Large Volume Paint Users ¹	43	0	0	0	0
Z Large Volume Paint Aero Users ¹	4	213	0	0	3
TOTAL ²	19,856.00	861.3	494	125.6	53.5

material collected directly from generator at various locations in BC
 volumes shown do not include volume of paint given away through "Paint Exchange" program.
 * A tubskid is a standard size container utilized for the collection and transportation of collection materials.

Table 9. Tubskids Collected 1998 – 2008

Product Category	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Paint	8,108	8,899	8,973	9,992	11,877	12,594	13,547	14,796	15,574	17122	19856
Aerosol Paint	216	404	685	770	827	773	943	842	771.3	738.3	861.3
Aerosol Others	13	12	5	7	14	19	21	22	39.8	48.3	53.5
Solvents	216	244	164	201	210	274	292	333	370	395	494
Pesticides	64	56	34	44	58	73	74	66	89.3	101.9	125.6

Table 10. Rate of increase of volume recovered for 2008 compared to 2007 & 2006 Target: Increase by 4% per year for paint

Product Category	% Change in Volume (container capacity) collected 2008 vs.2007	% Change in Volume (container capacity) collected 2007 vs. 2006
Paint	16.0%	9.9%
Paint Aerosol	16.7%	-4.3%
Solvent/Flammables/Gasoline	25.1%	6.9%
Pesticides	23.3%	14.1%
Aerosols Other	10.8%	21.4%
All Products (volume weighted)	16.2%	9.3%

Other Indicators of Program Performance:

In addition to comparing volume recovered to volume sold, Product Care utilizes a number of measures assess program performance.

Product Care's 2007 consumer survey of British Columbia households indicated that 60% of those surveyed had leftover paint in their homes and 58% had unused solvents, pesticides or gasoline. Product Care's ongoing communication efforts are intended to encourage consumer awareness of the program for the point in time when the decision is made that the residual products are a waste material.

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.

In 2008, Product Care participated in a solid waste audit performed by the Regional Waste Reduction Office (RWRO) for the Regional District of Central Okanagan and the Districts of

Westside, Peachland and Lake Country. The purpose of Product Care's participation in the audit was to determine the amount of program materials disposed of at the Glenmore landfill.

During the period of April 28 through May 2, 2008, the waste auditors analyzed nine samples, which were then sorted into 19 categories, giving a statistical indication of the contents of the waste stream.

Product Care program products were further separated from other non-program hazardous materials. According to the RWRO Waste Audit report, Product Care program products and other non-program hazardous materials accounted for a 2% volume of the waste stream. Moreover, in the residential curb side sample and residential drop-off bins there was very little hazardous materials found. The report notes, however, that the amount of hazardous materials (empty containers in particular) found in the waste stream of commercial samples was considerably higher.

The report suggests that the program is functioning well in for the residential users of the program products but indicates the potential for improvements in servicing and awareness in the commercial sector.

Product Care intends to participate in future waste audits as the opportunity arises.

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 was 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. There is no charge to drop off program products at any Product Care collection site.

The paint sector of the BC program experienced an operating loss in 2008, which is forecasted to continue in 2009. Over the 15 years of the BC program, Product Care has managed to avoid increasing eco-fees by continually improving both administrative and operational efficiencies; however, the amount of leftover paint recovered by the program has increased significantly faster than the fee revenue from BC paint sales.

In 2002, the program managed 12,594 bins of leftover paint and received revenue from the BC paint sector of \$3.6 million. In 2008, the program managed 19,856 collection bins of leftover paint with program revenue of \$3.5 million (new paint sales did increase over that period, but paint ecofee rates was lowered). This represents a 63% increase in volume and a 3% decrease in revenue over the 6 year period (Figure 5), without taking into account factors such as inflation and increased energy costs. The 2008 and 2009 shortfalls have been covered by the contingency fund which has been accrued from surpluses in prior years.

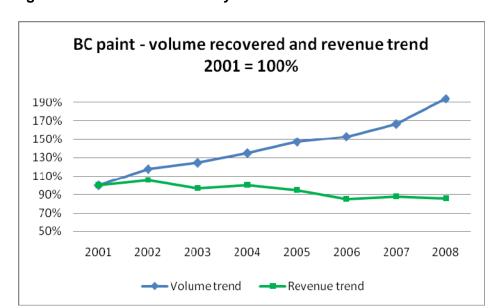


Figure 5. Volume and Recovery Trend 2001-2008

A revised paint fee rate structure (Table 11), to be implemented in August 2009, will reflect the cost of managing each of the container sizes and types.

Table11. BC Paint Revised Eco-Fee Rate

Container size/type	Current Fee per unit (\$)	Fee per unit (\$) effective August 1, 2009
100ml to 250ml	0.10	0.20
251ml to 1 litre	0.25	0.25
1.01 litres to 5 litres	0.40	0.50
5.01 litres to 23 litres	1.00	1.25
Aerosol paint	0.10	0.25

Fee rates for other product sectors in the British Columbia program, such as flammables, pesticides, and waste gasoline, are under review.

Product Care's audited financial statements from January 1, 2008 to December 31, 2008 are posted on the Product Care website 2008 Signed Audited Financial Statements. This statement, prepared by an independent auditor, covers the Reporting Period.

8. Performance Targets

Table 12. Performance Targets Summary

Planned Target Set in Approved	
Stewardship Plan	2008 Report on the Planned Target
Public Awareness Target from 2007 to	
2011: 50% increase in public awareness of	
the program compared to 2007 awareness.	
Redesign program poster and consumer	Distributed posters & brochures to 3320 retailers in
brochure and distribute to 4,000 (estimated)	2008.
BC retailers.	0 1 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2
Contact a minimum 20 municipalities/brand	Contact was made with 25 out of 27 of the
owners to request website link.	municipalities in 2008, 25 of which have a website link
Advertise in E. Velley, Degree publications	to Product Care.
Advertise in 5 Yellow Pages publications.	Target met in January 2008, advertised in 51
Continue to promote point can etickers to	residential publications. Ongoing.
Continue to promote paint can stickers to retailers.	Origonig.
Identify and participate in Reuse websites.	Participation ongoing in Vancouver, Surrey, Okanagan
identity and participate in reduce websites.	and Thompson Nicola Reuses websites.
Continue to partner with RCBC for 800-	Continued partnership.
hotline service and other services.	Commission parameters.
Advertise in all available municipal waste	Advertised in all 12 of the 2008 municipal calendars.
calendars.	
Continue to partner with all municipalities	Outreach to 133 municipalities & regional districts
willing to distribute consumer program	informing them of the opportunity to include Product
brochures to householders.	Care brochures free of charge in municipal mail-outs.
Collection System Access	
62 Paint Only depots, 47 Paint Plus Depots	61 Paint Only depots, 49 Paint Plus depots and 15
and 12 one day events.	one day events. This is an increase of 2 Paint Only
	and 4 Paint Plus Depots since 2007.
Management of Collected Materials	A 1. 1700/ 1 0000
Increase volume of paint managed by reuse	Achieved 73% in 2008.
or recycling by 4% per year to 85% in 2011	
(2005= 65%). For 2008 the target is 77%.	Maintained throughout 2000
Maintain policy of no program products going to landfill.	Maintained throughout 2008.
Increase number of depots offering "paint	In 2008, 7 additional locations offer the paint
exchange" by 4 per year.	exchange, with a total of 84 depots offering the paint
oxonango by + per year.	exchange compared to 77 in 2007.
	oxonango compared to 11 m 2001.
Collection of Containers	
Maintain rate of 100% recycling of metal and	Target maintained throughout 2008.
#2 plastic paint containers.	
Maintain rate of 95% of #5 plastic paint	Target maintained throughout 2008.
containers and flammables plastics	3
containers managed for energy recovery.	
Maintain rate of 100% of plastic and metal	Target maintained throughout 2008.

gasoline containers being recycled.	
Identify options/technology for recycling	Ongoing search for recycling alternatives.
pesticide container.	
Program Performance	
Maintain a minimum 4 % increase per year	Target met 16%
of total collected volumes for the paint	
product categories.	
Participate in available Product Stewardship	Ongoing in 2008.
Institute studies regarding life cycle	
management of paint and other HHW.	
Review allocation of eco fee rates based on	Paint fee adjustment scheduled for August 1, 2009.
life cycle and other factors every two years	
beginning in 2007.	
Recovery rate of products: litres recovered	Continued tracking of litres recovered vs. litres sold in
compared to litres sold in each calendar	2008. In 2008, 35,216,765 litres of non-aerosol paint
year.	was sold and 2,700,416 litres were recovered.
Historical comparison: recovery rate data	Continued comparison of historical recovery rate data.
presented on a year to year comparative	See Table 8.
basis.	
Waste audit participation: participate in at	Product Care participated in the Central Okanagan
least one municipal waste audit annually and	and Districts of Westside, Peachland and Lake
report available data regarding program	Country April-May, 2008 waste audit, performed by
products.	the Regional Waste Reduction Office (RWRO).
	Continue to seek participation with other Regional Districts.
Continue efforts to identify local alternatives	No new options developed in 2008. Ongoing search
for container recycling.	for new alternatives.
Identify potential synergies with other	Participated with BCUOMA summer ambassador
programs for collection, transportation and	program in 2008.
consumer awareness.	program in 2000.
Cost efficiency	In 2008 collection volumes increase by 16.2% while
	operating costs increased by 18.3%. This is attributed
	to higher energy and labour costs in 2009.
	Administrative costs allocated to the Product Care BC
	programs represented 2.7% of the total program costs
	in 2008.
Program safety	No reportable spills or injuries were reported by the
· ·	depots serving the Product Care collection system, or
	by transporters. Product Care continued its program
	of regular depot visits and inspections, performing 35
	inspections in 2008.
Amendments to the plan's performance	None at this time.
target/goal:	
Confirming next year's strategies,	2009 strategies will concentrate on increasing
projects/research.	program awareness, opening more depots and
	expanding services at existing ones, fostering
	relationships with regional districts and moving
	material up the pollution prevention hierarchy.

Additional Information the Director r	eauired
---	---------

None specified.

10. Appendices

Appendix 1 Product Care Members list

Appendix 2 Product Care Depot List

Appendix 3 2008 Financial Statements

Appendix 1. Product Care Member List

3M Company

518076 BC Ltd dba Douglas Paint

7-Eleven Canada Inc Acklands Grainger

Actton Super-Save Gas Stations Ltd.

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.
Calibre Environmental
Canada Safeway Ltd.
Canada Safeway Ltd.

Canadian Tire Corporation, Ltd. Canadian Tire Corporation, Ltd. Cansel Survey Equipment

Castle Building Centres Group Ltd
Cdn Building Restoration Products Inc

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.

Ducan Sales Inc.

Dynamic Paint Products Inc.

E.B. Peerless (Q)

Elmer's Products Canada Inc Fabrikem Manufacturing Ltd. Farrow & Ball (Head Office) Federated Co-operatives Limited Federated Co-operatives Limited Fibre Glass-Evercoat Co. of Canada

Finning Canada

Ford Motor Company of Canada

Forrest Paint Co. US\$ General Motors Corporation

General Paint Corp.

GreenWorks Building Supply Gregg Distributors (B.C.) Ltd.

Gregg Distributors (Ft St John) Ltd.

GTC Industries Ltd.
Guillevin International Inc.

Henkel Cda Corp. Consumer Adhesives

Henry Company Inc Homax Products Inc.

Home Hardware Stores Limited Hudson's Bay Company Inc. (HBC) Husky Oil Marketing Company

ICI (Imperial Chemical Industries) Ltd.

IKEA Canada Imperial Oil 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.

LMS (formerly Fredrick Goertz Ltd.) LPS Canada - Division of LPS Laboratories

M G Chemicals Ltd.
Martin & Associates Ind

Modern Sales Co-op-Auto Sense Parts Mohawk Western Finishing Supplies

Mopac Auto Supply Ltd.

Mountain Equipment Co-op

Napier Environmental Technologies Inc.

Nissan Canada Inc. Nu Gro Corp

Oatey Canada Supply Chain Services

Overwaitea Food Group Peavey Industries Ltd.

Peintures Récupérées du Québec inc. Pennzoil Quaker State Canada Inc.

Permatex Canada Inc.

Petro Canada

Plasti Kote Co., Inc. (Valspar) Polymer Science Corp. PPG Canada Inc. Princess Auto Ltd. Pro Form Products Limited
Produits de Plancher Finitec Inc
Qualichem Industrial Products Ltd.

Quixtar 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 Corporation S.C. Johnson & Son, Limited Saman Corporation (3777472

Canada Inc.)
Sansin Corporation
Schwartz Chemicals
Scott-Bathgate Ltd.
Scotts Canada Ltd.

Seymour of Sycamore Inc. US\$ Shell Canada Products Ltd. Sherwin-Williams Co. Shrader Canada Limited

Sico Inc

Sika Canada Inc.

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 Inc.

WD-40 Products (Canada) Ltd. (M)

Wester Distributors Inc.
Western Grocers Ltd.
Western Grocers Ltd.
XIM Products, Inc



(as of January 28, 2009)

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 Bottle Depot 33236 Walsh Avenue Phone: 1-604-853-7770

Hours: Mon - Fri 8:30-5:30, Sat 8:30-5

and Sun 10-4

ABBOTSFORD

Abbotsford Community Services Recycling

33670 Valley Road Phone: 1-604-850-3551 Hours: Mon-Sat 8am-4:30pm

Contractors welcome at this depot.

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

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-

CAMPBELL RIVER

Campbell River Bottle Depot 1580F Willow Street

Phone: 1-250-287-4224

Hours: Monday - Saturday 9am - 4:30pn

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-



(as of January 28, 2009)

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: 250-699-6576

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

10am-4pm



(as of January 28, 2009)

GIBSONS

Gibsons Recycling Depot 1018 Venture Way Phone: 604-740-1425

Hours: Monday - Sunday 8am to 5pm (7

days a week)

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

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: 1-250-803-2924 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 8:30am-4:30pm, Sat

9am-3pm

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

Peerless Road Recycling Drop-Off Depot

Trans Canada Hwy at Thicke Road

Phone: 250-245-7800

Hours: Oct-June Sat, Sun, Wed 9am-5pm, July-Sept Wed-Sun 9am-5pm - All Year Closed on Stats

LADYSMITH

Junction Bottle Depot Ltd. 149 Oyster Bay Drive Phone: 1-250-245-7376

Hours: Mon-Sat 9am-5pm, Sun 10am-

4pm

LAKE COWICHAN

Meade Creek Recycling Drop-Off Depot 8855 Youbou Road (& Teleglobe Road)

Phone: 250-749-3632

Hours: Sat, Sun, Wed 9am-5pm -Closed for lunch from 12:00-12:30 - Closed Stat Holidays

Printed: 28-Jan-2009 8:31 AM Page 3 of 8



(as of January 28, 2009)

LANGFORD

Alpine Disposal & Recycling 1045 Dunford Avenue Phone: 1-250-474-5145

Hours: Monday-Friday 8am-4:30pm Sat

8:00-4:30pm

LANGLEY

Walnut Grove Bottle Depot #224, 9640-201 Street Phone: 604-513-0420

Hours: Mon-Sat 9am-5pm Sun 10am-

4pm

LANGLEY

Langley Bottle Depot 20137 Industrial Avenue Phone: 604- 530-0131 /

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

opini, oun ro

LILLOOET
Lillooet Glass & Tire

561 Main Street

Phone: 1-250-256-4111

Hours: Mon-Fri 8am-5:30pm Sat 8am-

1pm

LUMBY

KBM Autoworks 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 8:30am-

4pm & Sunday 10-2 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: 1-604-814-3555

Hours: Monday - Saturday 8:30am-

4:30pm

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 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



(as of January 28, 2009)

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 COWICHAN

Bings Creek Solid Waste Management Complex

3900 Drinkwater Road Phone: 1-250-746-9411

Hours: Mon - Sun 9am-5pm (closed

Stat Holidays)

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

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)

PEMBERTON

Carney's Waste Systems - Pemberton Waste & Recycling Fa

1947 Carpenter Road (Pemberton Industrial Park)

Phone:

Hours: Monday, Wednesday & Friday

1pm to 5pm, Sat and Sun 10am-

5pm

PENDER ISLAND

Pender Island Recycling Society

4402 Otter Bay Road

Phone: 1-250-629-6962

Hours: Tues 8am-3pm, Sat 10am-3pm,

Sun 2-5pm

PENTICTON

J&C Bottle Depot (formerly Penticton Recycling & Bottle Dep

200 Rosetown Avenue Phone: 1-250-492-5144

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



(as of January 28, 2009)

PORT MCNEIL

Seven Mile Recycling Centre

Highway 19

Phone: 1-250-949-1681

Hours: Mon-Fri 9am-4pm Sat 10am-

4pm (no commercial customers

on Saturday)

POWELL RIVER

Augusta Recyclers Ltd. 7346 Highway 101

Phone: 1-604-485-4072

Hours:

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

QUALICUM

Qualicum Bottle 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

REVELSTOKE

Revelstoke Bottle Depot (was Revelstoke Bottlers)

97 Cartier Street

Phone: 1-250-837-2693

Hours: Mon.-Fri. 9am-5pm Sat. 9am-

3pm

Printed: 28-Jan-2009 8:31 AM

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



(as of January 28, 2009)

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

SUMMERLAND

Summerland Bottle Depot 9615A Victoria Road South Phone: 250-494-0398

Hours: Mon - Sat 8:30 - 4:30 - Closed

Sundays

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

SURREY

Fleetwood Bottle Return Depot Ltd.

15093 Fraser Highway Phone: 604-585-3544

Hours: Mon-Sat 8:30am-5:30pm, Sun

10-5pm

TERRACE

Lakelse Holdings Ltd. 3098 Kofoed Drive Phone: 1-250-638-6230

Hours: Drop Off by Appointment Only

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

LVEU - CBR Products - Canadian Building Restoration Produ

#102 - 876 Cordova Diverson Phone: 604-254-3325

Hours:

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:

Contractors welcome at this depot.

VANCOUVER

East Van Bottle Depot 2605 Kaslo Street Phone: 604-255-4243

Hours: Mon - Sun 9am - 6pm (7 days a

week)

VANDERHOOF

Nechako Valley School Bottle Depot

3rd & Nechako

Phone: 1-250-567-4059

Hours: Mon-Thurs & Sat 12-5pm (SUMMER -Sat 10am-5pm)



(as of January 28, 2009)

VERNON

Chasers Bottle Depot 4702 - 31 Street

Phone: 1-250-503-1311

Hours: Mon-Fri 8am-6pm, Sat 9am-5pm, Sun 10am-4pm

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 100 Brandywine Forestry 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

Printed: 28-Jan-2009 8:31 AM Page 8 of 8

PRODUCT CARE ASSOCIATION FINANCIAL STATEMENTS 31 DECEMBER 2008



Financial Statements

For the year ended 31 December 2008

Contents

Auditors' Report	
Statement of Financial Position	3
Statement of Net Assets	4
Statement of Operations	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 10





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 2008 and the statements of net assets, operations 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 2008 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

Lolpe, Benson

Vancouver, Canada 12 March 2009



Statement of Financial Position

31 December 2008

*******	2008		2007
\$		\$	2,721,873
			715,110 63,787
_			3,500,770
	-,,		-,,-
	6,556,194		7,925,634
	21,058		-
\$	9,971,031	\$	11,426,404
\$	962,523	\$	513,950
	208,890		186,075
	1,171,413		700,025
	6,556,194		7,925,634
	21,058		-
	2,222,366		2,800,745
	8,799,618		10,726,379
	\$	21,058 \$ 9,971,031 \$ 962,523 208,890 1,171,413 6,556,194 21,058	697,381 61,476 3,393,779 6,556,194 21,058 \$ 9,971,031 \$ \$ 962,523 \$ 208,890 1,171,413 6,556,194 21,058

The accompanying notes are an integral part of these financial statements.



Statement of Net Assets For the year ended 31 December 2008

	Unrestricted	Invested in Capital Assets	Internally Restricted Insurance Reserve	Total 2008	Total 2007
Net assets - beginning of year	\$ 2,800,745	\$ -	\$ 7,925,634	\$ 10,726,379	\$ 10,372,994
Excess (deficiency) of revenues over expenses for the year	(1,926,761)	-	-	(1,926,761)	353,385
Transfer to insurance reserve	1,369,440	-	(1,369,440)	-	-
Transfer to invested in capital assets	(21,058)	21,058	-	-	-
Net assets - end of year	\$ 2,222,366	\$ 21,058	\$ 6,556,194	\$ 8,799,618	\$ 10,726,379

Statement of OperationsFor the year ended 31 December 2008

		2008	2007
Revenues Eco fees	\$	5,385,669	\$ 5,238,509
On southing community			
Operating expenses Collection disposal transportation and event advertising		E E17 110	4 471 565
Collection, disposal, transportation and event advertising	_	5,517,112	4,471,565
Gross margin		(131,443)	 766,944
Administrative expenses			
Technical, professional, management and communication		625,431	402,804
Office, rent and travel		173,782	135,220
Association and depot start up costs		104,155	69,227
		903,368	607,251
Expense recoveries		(395,358)	(125,583)
	_	508,010	 481,668
Excess (deficiency) of revenues over expenses from operations		(639,453)	 285,276
Other income (expenses)			
Investment income		229,947	420,790
Interest income		82,132	113,720
Gain (loss) on sale of investments		(3,567)	115
Unrealized gain (loss) on investments		(1,595,820)	(484,296)
Gain on disposal of capital assets		-	17,780
		(1,287,308)	 68,109
Excess (deficiency) of revenues over expenses for the year	\$	(1,926,761)	\$ 353,385



Statement of Cash Flows

For the year ended 31 December 2008

		2008		2007
Cash provided by (used in):				
Operating activities				
Excess (deficiency) of revenues over expenses for the year	\$	(1,926,761)	\$	353,385
Items not involving cash				4
Loss (gain) on disposal of capital assets		-		(17,780)
Market value adjustment to insurance reserve		1,595,820		484,296
Amortization		8,590		-
		(322,351)		819,901
Changes in non-cash working capital balances	_	468,613		(164,102)
	<u></u>	146,262		655,799
Investing activities		•		
Transfer to (from) insurance reserve		(226,380)		(420,905)
Purchase of capital assets		(29,648)		-
Proceeds on disposal of capital assets		(=> ,= 1=)		17,780
· · · · · · · · · · · · · · · · · · ·		(256,028)		(403,125)
Financing activity		22,815		186,075
Receipt of deferred revenue		22,013		160,073
Increase (decrease) in cash		(86,951)		438,749
Cash, beginning of year		2,721,873		2,283,124
Cook and of year	\$	2,634,922	\$	2,721,873
Cash, end of year	φ	2,034,722	Ф	2,721,073
Cash consists of:	•	E01 00E	Φ	10.570
Cash and short-term investments	\$	721,297	\$	10,568
Money market fund		1,400,107		2,208,307
Term deposit	_	513,518		502,998
	\$	2,634,922	\$	2,721,873
·				
Supplemental Cash Flow Information	_	04=46		110 100
Interest received	\$	84,719	\$	113,432



Notes to the Financial Statements For the year ended 31 December 2008

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. Summary of significant accounting policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles. The significant policies are detailed as follows:

(a) Capital assets

Capital assets are recorded at cost. The Association provides for amortization using the straight-line method at rates designed to amortize the cost of the capital assets over their estimated useful lives. The annual amortization rates are as follows:

Leasehold improvements	5 years
Storage Depots	5 years
Office Equipment	2 years
Depot Equipment	3 years

(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 contributions 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 on 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.



Notes to the Financial Statements For the year ended 31 December 2008

2. Summary of significant accounting policies - Continued

(c) Investments

The Association has elected to classify all of its investments as held-for-trading, and accordingly they are recorded at fair value. Changes in fair values during the year are included in revenue or expenditures on the statement of operations.

Quoted market prices were used to determine the fair value of the investments as at the year end date.

(d) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

(e) Future changes in accounting policies

(i) Capital disclosures

In October 2006, the CICA issued Section 1535 of the CICA Handbook "Capital Disclosures". This section establishes standards for disclosing information about an entity's capital and how it is managed. The standard is effective for annual financial statements relating to fiscal years beginning on or after 1 August 2008. The Association does not expect that the adoption of this standard will have a significant impact on its financial statement disclosures.

(ii) Financial instruments - disclosure and Financial instruments - presentation

Section 3862 "Financial Instruments - Disclosure" and Section 3863 "Financial Instruments - Presentation" replace Section 3861 "Financial Instruments - Disclosure and Presentation". Section 3862 requires increased disclosures regarding the risks associated with financial instruments such as credit risk, liquidity risk and market risks and the techniques used to identify, monitor and manage these risks. Section 3863 carries forward standards for presentation of financial instruments and non-financial derivatives and provides additional guidance for the classification of financial instruments between liabilities and equity. These standards are effective for annual financial statements relating to fiscal years beginning on or after 1 October 2008. The Association is currently evaluating the impact of these new standards.



Notes to the Financial Statements For the year ended 31 December 2008

2. Summary of significant accounting policies - Continued

(e) Future changes in accounting policies - Continued

(iii) Not-for-profit organizations

In September 2008, the CICA amended a number of standards in Section 4400 and issued new Section 4470, "Disclosures of Allocated Expenses by Not-for-Profit Organizations". The amendments include clarifying the recognizing of revenues and expenses on a gross basis when the not-for-profit organization acts as a principal in the transactions and the treatment and disclosure of internally and externally restricted net assets. The new section requires not-for-profit organizations that make allocations of general support and fundraising costs to other functions to disclose the policies adopted for the allocation of expenses among functions, the nature of the expenses being allocated, the basis on which such allocations have been made, and the functions to which they have been allocated. These standards are effective for annual financial statements relating to fiscal years beginning on or after 1 January 2009. The Association is currently evaluating the impact of these new standards.

3. Insurance reserve

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 (2007 - \$Nil) 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 initially reported in the unrestricted fund and then transferred to the insurance reserve fund. During the year (\$1,369,440) (2007 - \$824,790) was transferred from the unrestricted fund to the insurance reserve fund, which included an unrealized loss of (\$1,595,820) at 31 December 2008 and realized investment income of \$226,380.

4. Capital assets

	_	Cost	cumulated nortization	 2008 Net	 2007 Net
Depot equipment Office equipment Leasehold improvements Storage depots	\$	548,293 46,585 483,749 576,096	\$ 528,581 45,239 483,749 576,096	\$ 19,712 1,346	\$ - - - -
	<u>\$</u>	1,654,723	\$ 1,633,665	\$ 21,058	\$



Notes to the Financial Statements For the year ended 31 December 2008

5. 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:

2009 2010	\$ 102,000 102,000
2011	8,500
	\$ 212,500

Additionally, at year end the Association had unprocessed product on hand with an estimated cost to process, transport and recycle of \$63,717 which will be incurred during 2009.

6. Financial instruments

The Association's financial instruments consist of cash and short-term investments, accounts receivable, insurance reserve and accounts payable and accrued liabilities.

(a) Fair value

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.

The insurance reserve is classified as held-for-trading financial assets. They are measured at fair value, determined on the basis of market value.

(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.

7. Comparative figures

Certain comparative figures have been reclassified from those previously presented to conform to the presentation of the 2008 financial statements.

