

Addendum 3
May 29, 2009
SBWMA Questions and Answers
RFP for Temporary Recyclable Material Processing Services

1. *Who owns the supplemental/surplus fund or QIP fund from DOC?*

The supplemental/surplus fund at the end of year shall be paid to the SBWMA.

2. *What are the reporting requirements on the CRV material?*

Provide DR-7 reports to the DOC which are to be based on the DR-6 reports prepared by Allied Waste Industries, Inc. / Republic Services (AW/RS) and based on the curbside material consolidated reports by the Processor. Copies of all paperwork submitted to the DOC shall be submitted to the SBWMA in an electronic copy, summary reports of CRV containers shall be provided to the SBWMA on a monthly basis.

3. *What reports do we have to prepare?*

As described on page 3 of the RFP:

- Report monthly on the amount of material accepted for processing using certified scales located the Processor's facility.
- Provide monthly reporting: Including total inbound material and the total of residential curbside, and buy-back center CRV materials as determined by State of California Department of Conservation – Division of Recycling shipping reports.
- Pay the SBWMA on or before the 15th of each month showing by date, time, vehicle identification number, tonnage received, and the monthly Net Revenue as set forth herein and as described in the Exhibit for each material stream (based on the adjusted Material Purchase Price set in the monthly indexing model).
- Invoice for processing and transportation costs (if selected) on or before the 15th of each month showing by date, time, vehicle identification number, tonnage, material stream and a summary total truck loads per month.

The reports requested are to assess monthly volumes for billing and documentation purposes. If selected, specific reporting formats can be developed with the SBWMA, if needed.

4. *Who prepares DR6, DR7*

AW/RS will prepare the DR6 documents for the buyback center material. The Processor will prepare the DR7 reports and include consolidated reports for the curbside recyclables. CRV volumes will be calculated based on the DR7 Reporting.

5. Do we need to add the SBWMA as an insurance certificate holder now or when the contract is awarded?

Insurance requirements would be required at the start of the contract and verified before the award of the contract.

6. Page 16 line 167 what is the amount of the Bid Bond?

Section 3.20, Performance Bond, provides a \$2M Bond requirement. The SBWMA will consider a reduced performance bond requirement if individual streams are awarded.

7. Form B Question 4 what supporting documents will the SBWMA accept as proof of the ability of the named individuals to legally bind the contract?

The SBWMA is looking for some legal form that shows ownership. For example, the California Secretary of State Statement of Information form provides a listing of officers.

8. What are the types and number of tons received from the Buyback / Drop-off Center per month and per year?

Buyback Center Data posted online, providing 2006, 2007, and 2008 data.

9. Does the "HDPE mix plastic #3/#7" include all non-PET and Rigid Plastics?

PET is sorted separately and sold as PET. The understanding of the SBWMA is that HDPE #3-#7 is mainly bottle grade. Some small amounts of rigid materials are included in the mix or sold separately. The SBWMA makes no guarantees.

10. What commodities are included in the "Commingled Curbside Container" category?

This category was used when commingled curbside containers were being transferred loose, during a sorting line repair. No specific data is known for that period. Use data from May 2008 – December 2008, 2007, and 2006 for container estimates. The SBWMA makes no guarantees.

11. Do the OCC tons sold in Exhibit 2 include only residential and commercial tons received by the facility?

The OCC tons in Exhibit 2 represent mainly OCC from residential and commercial tons received. A small amount of cardboard dropped off at SRDC is included in the outbound cardboard numbers. The inclusion of buyback and drop-off material is planned to be combined in the residential and commercial streams through the construction.

12. Do the OCC tons sold in Exhibit 2 include any other sources than residential or commercial sources?

See answer for question 11.