



OTS Technical Advisory Committee Meeting

October 19th, 2011

For Audio Dial 416-343-2285 or 1-877-969-8433

PIN# 4467765

Agenda

- 1) 1) Diversion Rates
- 2) Tire Collection Update
- 3) Tire Transportation and Delivery Update
 - a) August/September Surplus Review
 - b) Special Tire Collection (STC) Review/update
- 4) Tire Processing & Manufacturing Update
 - a) OTR Capacity
- 5) Claims Updates
- 6) Stockpile Update
- 7) Program Communications
- 8) Vendor Standards: Review of Drafts from the Sub-Committees
 - a) Collector Vendor Standards
 - b) Hauler Vendor Standards
 - c) Processor Vendor Standards
 - d) RPM Vendor Standards

Agenda

9) New Business

- a) Tires Sold for Reuse; Proposed Changes
- b) Hauler Inventory Transfers; Proposed Changes
- c) Sub-Collector Program; Proposed Changes
- d) Tire Collection Data Reports; Proposed Changes
- e) Hauler TI 2012; Meeting Announcement

10) Next Meeting Date; November 16th 2011 – 9:00-11:00am

11) Adjourn Meeting

Meeting Objective

The Technical Advisory Committee meeting is intended to provide updates from OTS, and get feedback and suggestions from program Participants of a general nature about the OTS Program

Open discussion is encouraged, the meeting is not intended to be advanced warning of upcoming changes, rather to discuss proposed changes.

NOTE: The Technical Advisory Committee meetings are open to all registered operational participants: Collectors, Haulers, Processors, RPMs.

1) Diversion Update

- Diversion rates shown based on data available to OTS in early September 2011 (reflective of YTD results ending in Q2 2011)
- OTS anticipates the diversion rates to climb slightly as additional data is uploaded to the system
- Collection figures slightly lower than 2010

Tire Category	Diversion Rate
PLT	84%
MT	81%
OTR	96%

2) Tire Collection Update

- Sub-Collector Activity:
- Activity so far: 23 requests for Sub-Collector Agreement
 - Proposed changes to Sub-Collector Agreement to be discussed under "New Business" item "c"

3) Tire Transportation & Delivery

- a) Ad Hocs & Redirects: Requests remain high in August and September, expect OTR requests to remain high for the remainder of the year, OTS is continuing to work on additional OTR outlets.

Ad Hoc and Redirects:

Ad Hocs authorized in July = 108

Ad Hocs authorized in August = 61

Ad Hocs authorized in September = 101

Redirects authorized in July = 3

Redirects authorized in August = 2

Redirects authorized in September = 3

3) Tire Transportation & Delivery

b) STC Review/Updates:

Number of STCs approved in August: 3

Number of STCs approved in September: 10

4) Tire Processing & Manufacturing Update

- Processing Capacity seen to be varying at times during recent months; Processors continue to update OTS on capacity and plans for coming months
- Expected PLT capacity increase in coming months in time for busy season
- OTR Capacity currently limited, including out of province options
- OTS continues to pursue several additional out of province processing options for OTRs
- Manufacturers: Actively participating in promotional events (i.e. Some RPMs recently participated in Green Build in October) and growing business.

5) Claims Update

Collector Claims:

- Collector claims filing in accordance with typical trends
- Continue to look at Collectors who have not filed claims where Haulers report indicates significant quantities picked up and/or where the Hauler hasn't filed paperwork

Hauler Claims:

- Haulers have begun to use the online system
- Positive feedback received to date
- Claims coming in consistently
- Haulers are asked to let OTS know if they experience any issues with speed of the system (please note time of day and browser being used) and email hauler@ontariots.ca

6) Claims Update

Processor Claims:

- Processors have been filing using the new online system
- Positive feedback from most Processors

RPM Claims:

- Continue to file as usual

6) Stockpile Update

- OTS is working with stockpile sites to come up with removal options
- Participants with questions regarding stockpiles can direct them to info@ontariots.ca
- In preparing 2012 budget no funds are allocated for Stockpile clean-ups
 - OTS will continue to assess STC requests on a case-by-case for non-"stockpile" sites

7) Program Communications

Refresher Training Sessions:

- OTS training sessions have been completed for the most part for 2011; sessions will be arranged for new participants and/or as refreshers as needed

Other Communication Updates:

- Consumer-centered website www.greenmytires.ca went live in June great feedback thus far
- Be sure to check out our short videos on line or on "youtube"
- Work continues on the development of a Tire Identification guideline for use in the field

8) Vendor Standards

- Vendor Standard Sub-Committees have met and created drafts of all Vendor Standards (by participant type) for review at the Technical Committee meeting
- All draft materials were distributed prior to today's meeting for review and comment
- Intent of review at today's meeting is to finalize drafts so that they can be forwarded on to OTS Executive Director and on to the OTS Board for approval
- Implementation dates will be left blank, however sub-committee members recommended at 30 day implementation period following the approval from the Board (pending training session availability etc.)

8) Vendor Standards

- Collector Vendor Standards: Suggestions/Approval?
- Hauler Vendor Standards: Suggestions/Approval?
- Processor Vendor Standards: Suggestions/Approval?
- RPM Vendor Standards: Suggestions/Approval?
- Next Steps: further internal review, targeted implementation and communication TBD

9) New Business

- a) Tires Sold For Reuse: Proposed Changes
 - OTS is planning on changing the way tires destined for reuse/retreading are incented to account for the fact that the reuse/retreading market is in itself a viable market and to address identified opportunities for gaming of the Claims system
 - Currently “credits” are cashed out when tires are sold to a reuse market/retreading facility
 - **OTS is proposing that the tires sold to reuse/retreading would not attract payment at the time of “Sale/Delivery”**

9) New Business

- a) Tires Sold For Reuse: Proposed Changes Continued
- This change still requires that Haulers report all sales/deliveries to Reuse/Retreading to OTS; Haulers found to have underreported reuse/retreading may be assessed an amount determined by calculating the average inventory value multiplied by the weight of the undocumented / unreported tires delivered to the reuse application
 - Haulers would still be compensated for transportation of tires delivered to reuse from a collection location to an assumed sort yard (this is built into the current TI model, and would be included in the average value of all other tires collected)
 - OTS is targeting the implementation of these changes with the introduction of the revised TI rate model, February 1, 2012
 - Comments?

9) New Business

b) Hauler Inventory Transfers: Proposed Changes

- Hauler Inventory Transfers were created with the intent of accommodating the movement of tires during periods of limited capacity (i.e. Facilitate shipments to processor locations outside of the Haulers normal delivery zone)
- In an effort to ensure that registered Haulers are performing the service described in the Program Plan in fact hauling tires from Collection locations to registered processors and/or Reuse/Retreading markets OTS is planning to implement a minimum delivery threshold

9) New Business

- b) Hauler Inventory Transfers: Proposed Changes Continued
 - Under the new proposal all Registered Haulers will be required to deliver a minimum of 75% of their tires to Reuse/Retreading Markets and/or Registered Processors
 - This threshold will be reviewed by OTS from time to time; Haulers not meeting the threshold will be given a deadline (2 months from the point of notification) in which to prove that they can/are meeting the threshold
 - Haulers who do not meet the 75% threshold after the 3 month period may be deregistered as a Hauler from the program
 - Implementation to begin January 1, 2012
 - Comments:

9) New Business

- c) Sub-Collector Program: Proposed Changes
 - OTS will be implementing new guidelines and requirements surrounding the Sub-Collector Program to reduce the risk of fraud and negative impacts to OTS as a result of this program introduced for administrative efficiency for collectors
 - 1) Sub-Collectors will only be approved if they are located in a TI rate zone equal to or greater than that of the Collectors rate zone
 - 2) Collectors will need to post a \$1000.00 bond per Sub-Collector Location
 - 3) Collectors will be required to submit a report to OTS detailing number of tires by type collected by each sub-collector location

9) New Business

- c) Sub-Collector Program: Proposed Changes - continued
 - Collectors with existing Sub-Collectors will be given a phase in period of 6 month in which to meet the above requirements (please note that in some cases this may result in Sub-Collector locations being disallowed)
 - For new Collectors/Sub-collectors these requirements will come into force November 1, 2011
 - Comments?

9) New Business

- d) Tire Collection Data Reports: Proposed Changes
 - Numerous participants have requested tire collection/generation data be distributed at various levels of detail
 - Currently OTS does not release this data however, we are in the process of creating reports by geographic zone summarizing tire collection data
 - The zones will be as follows: Southern Ontario, GTA, Northern Ontario, Western Ontario, Eastern Ontario and be further broken down (where possible) into Urban and Rural zones
 - Participants will be able to purchase the data quarterly if they would like at a cost of \$500.00 per year.
 - Reports may not be shared between stakeholders, in the event reports are found to be shared the originating stakeholder will be charged for each report set that has been shared

9) New Business

- e) Hauler 2012 TI: Meeting Announcement
 - OTS will be hosting a Hauler TI meeting on November 1st 2011
 - Topics will include: DOT Results & Rate Changes
2012 TI Rate Changes
Revised Estimated weights
Implementation Timelines

10) Next Meeting

- Wednesday November 14th, 2011, 9:00am-11:00am
 - Location: TBD

Any suggested topics for the TC Meetings are to be sent via email to communications@ontariots.ca prior to the meeting; all topics will be considered but may not be accommodated depending on the existing agenda.

10) Adjourn Meeting
