

Item #13:
Village Trustee George Yaeger
SWALCO Board Meeting - June 25, 2015

David Lothspeich

From: Willis, Walter S. [WWillis@swalco.org]
Sent: Friday, June 26, 2015 9:52 AM
To: Adrian Marquez: Highwood City Manager Asst.; Andy Peterson: Highwood Alderman; Barbara Telle: Park City Alderman; Bernard Wysocki: Green Oaks Mayor; Bernie Konwent: Fox Lake Trustee; Beth McAndrews: Deer Park Village Administrator; Bob Cerretti: Round Lake Park Trustee; Brad Burke: Lincolnshire Village Manager; Brad Fink: Wauconda Public Works Director; Brad Sterling: Port Barrington Trustee; Bruce Bassett: Grayslake Trustee; Bruce Mack: Great Lakes; Christopher Martin: Lake Barrington Village Administrator; Chuck Black: Wauconda Trustee; Cindy Hebda: Vernon Hills Trustee; Dave Kilbane: Round Lake Beach Village Administrator; David Brown: Vernon Hills Director of Public Works; David Lothspeich; Debra Baggett: Tower Lakes Deputy Village Clerk; Don Newby: Round Lake Trustee; Donna Lobaito: Hawthorn Woods Chief Administrative Officer; Donna Wagner: Round Lake Park Trustee; Donny Schmit: Fox Lake Mayor; Drew Irvin: Lake Bluff Village Administrator; Ed Macek: Antioch Trustee; Erik Jensen: Gurnee Management Analyst; Frank (Bud) Rothing: Bannockburn Trustee; George Russell: Lake Bluff Village Engineer; Ghida Neukirch: Highland Park City Manager; Glenn Ryback: Wadsworth Mayor; Harold Hoppe: Third Lake Trustee; Holly Kim: Mundelein Trustee; Jackie Andrew: North Barrington Trustee; Jeff Gately: Hainesville Public Works Supervisor; Jeff Katzel: Round Lake Heights Trustee; Joe Skurla: Tower Lakes Trustee; Joel Brumlik: Winthrop Harbor Police Chief; John Hucker: Beach Park Mayor; John Norris: Riverwoods Trustee; John Wagener: Green Oaks Trustee; Jon Kindseth: Beach Park Administrative Services Director; Karen Daulton Lange: Lake Barrington Trustee; Karl Warwick - Lake Villa Village Administrator; Kevin O'Donnell: Riverwoods Trustee; Lawlor, Aaron L.
Cc: Bartemio, Amy; Adrian, Peter
Subject: Electronics, Letter to Governor
Attachments: HB 1455, ltr. to governor, 06.23.15.pdf

Dear Board Members,

Per last night's meeting I have attached the letter sent by SWALCO to Governor Rauner asking him to sign into law HB 1455. As discussed last night we need to be ready to engage with our legislators as we begin the process of working out a long term fix to the law. Next week I will send our legislative delegation an email letting them know about the action item we approved last night regarding our escrap program, and that if we cannot get to a no-cost program that we can no longer be a collector of electronics and in effect will be forced to shut down the most successful program in the State. I will work with the Legislative Committee to keep you updated on our efforts. Feel free to talk to the legislators in your area about the action we took last night (Board approved the expenditure of an additional \$130,000 to keep the program running through the end of the year, in the event we don't get a no cost contract later this summer, and that the program will be suspended effective January 1, 2016 if we are not able to procure a no cost contract for 2016 at our last Board meeting in November).

Regards,

Walter S. Willis, Executive Director
SWALCO
1311 N. Estes Street
Gurnee, IL 60031
847/336-9340 x2 (office)
630/621-0736 (cell)



SOLID WASTE AGENCY OF LAKE COUNTY, IL

Antioch	Highland Park	Lindenhurst	Third Lake
Bannockburn	Highwood	Long Grove	Tower Lakes
Beach Park	Island Lake	Mundelein	Vernon Hills
Deer Park	Kildeer	North Barrington	Volo
Deerfield	Lake Barrington	North Chicago	Wadsworth
Fox Lake	Lake Bluff	Park City	Wauconda
Grayslake	Lake County	Port Barrington	Waukegan
Great Lakes NTC	Lake Forest	Riverwoods	Winthrop Harbor
Green Oaks	Lake Villa	Round Lake	Zion
Gurnee	Lake Zurich	Round Lake Beach	
Hainesville	Libertyville	Round Lake Heights	
Hawthorn Woods	Lincolnshire	Round Lake Park	

June 22, 2015

Honorable Bruce Rauner, Governor
207 State Capital Building
Springfield, IL 62706

Subject: Request to Approve and Sign HB 1455

Dear Governor Rauner:

On behalf of the Solid Waste Agency of Lake County's 44 local government members, we ask that you sign into law HB 1455 to amend the Electronic Products Recycling and Reuse Act. SWALCO was a key participant in the negotiations that resulted in HB 1455 and we have a vital stake in this law as the largest collector of electronics in the State of Illinois. Without this bill becoming effective soon, our program is in jeopardy of being shut down due to costs that have been shifted from the manufacturers to units of local government such as SWALCO.

We ask that you sign this bill without waiting the 60 days you have to act due to the fact this bill will have positive impacts effective immediately. You and your staff will note this bill was unanimously passed by both chambers indicating the hard work and consensus that went into drafting the bill. We worked closely with the bill's chief sponsors in both chambers (Representative McAsey and Senator Althoff) and met numerous times with all key stakeholders in meetings organized by the sponsors. The stakeholders who attended all ended up either supporting the bill or going neutral, including the Consumers Electronics Association, Illinois Manufacturers Association, Illinois Retail Merchants Association, Tech America, Panasonic, Hewlett-Packard, National Waste and Recycling Association, Peoria Disposal Company, Illinois Environmental Council, Environmental Law and Policy Center, IEPA, and Will County/Solid Waste Agency of Northern Cook County/ SWALCO (acting on behalf of over a dozen other units of local government throughout the State that collect electronics).

The stakeholders and legislators are aware that HB 1455 represents a short term fix and that we have more work to do under your leadership as the IEPA begins a review of the law as required by statute in order to develop a long term solution that is sustainable and effective. While HB 1455 will raise the goal for electronics recycling to 46.6 million pounds for 2015, that is still less than the manufacturers collected last year (47.9 million) according to the IEPA.

Sincerely,

Walter S. Willis
Executive Director



SOLID WASTE AGENCY OF LAKE COUNTY, IL

MEMORANDUM

To: SWALCO Directors and Alternates
From: Walter S. Willis, Executive Director 
Subject: June 2015 Meeting Notice Information
Date: June 19, 2015

Attached you will find the agenda for this month's meeting, minutes from our April 2, 2015 meeting, and the referenced consent, action and information items.

I look forward to seeing you at the meeting on June 25th at 7 pm, and let Amy Bartemio know if you or an alternate will be attending the meeting. Also, please mark your calendar for the next scheduled Board of Directors meeting on August 27, 2015.

**SOLID WASTE AGENCY OF LAKE COUNTY, IL
BOARD OF DIRECTORS
THURSDAY, JUNE 25, 2015 - 7:00 P.M.
HAINESVILLE VILLAGE HALL
100 HAINESVILLE ROAD, HAINESVILLE, IL 60030**

AGENDA

1. **CALL TO ORDER** Chairman
2. **PLEDGE OF ALLEGIANCE**
3. **ROLL CALL** Secretary
4. **APPROVAL OF MINUTES** Committee
Minutes of April 2, 2015
5. **PUBLIC COMMENT**
6. **NEW AGENDA ITEMS**
7. **MEMBER RESOLUTIONS**
8. **BOARD ITEMS** Executive Director

Consent Item

1. Expenditure Report (*May 2015*)

Action Items

1. Fiscal Year 2014 Audit
2. IMRF, Change in Authorized Agent
3. Revised Capital Replacement Policy and New Cash Balance Policy
4. Elections to the Executive Committee
5. 2015 Electronics Program Update
6. Veolia Invoice – Wauconda HCW Event

Information Items

1. Health Department Report – Mike Kuhn
2. Household Chemical Waste Program Update
3. 1st Quarter 2015 Recycling & Per Ton Payment Report w/ 2014 PCD Rate Summary
4. Recycle-O-Rama Event, June 2015
5. Update on the 2015 Legislative Session
6. Project and Program Updates

9. **EXECUTIVE SESSION - IF NEEDED**
10. **ADJOURNMENT**

MINUTES

SOLID WASTE AGENCY OF LAKE COUNTY, IL
BOARD OF DIRECTORS
THURSDAY, April 2, 2015 7:00 P.M.
100 HAINESVILLE ROAD, HAINESVILLE, IL

MEMBERS ATTENDING: *See Attachment 1, Sign In and Attachment 2, Voting Record.*

PLEDGE OF ALLEGIANCE

CALL TO ORDER

Chairman Mount called the BOD meeting to order at 7:07 p.m. with 24 members present. Zion arrived at 7:11pm and Kildeer arrived at 7:12 pm (26 members present for voting)

APPROVAL OF MINUTES

Motion by *Hainesville*, seconded by *Deerfield* to approve the minutes of January 22, 2015.
Motion was approved

PUBLIC COMMENT: *None*

MEMBER RESOLUTIONS: *None*

NEW BOARD ITEMS: *None*

BOARD ITEMS

Consent Items - None

Action Items

1. **First Amendment to the January 22, 2015 Agreement with Dynamic Recycling**
Walter Willis presented Dynamic Recycling's first amendment to the existing agreement to provide transportation and recycling services for SWALCO's residential electronic recycling program. The amendment has a new pricing schedule that lowers the costs for transporting and processing the scrap by approximately 20%. The Amendment also dedicates three of the six collection sites to Dynamic, as Dynamic is unable to take on all 6 sites with this lower pricing until or if it receives additional OEM backing. eWorks, our current Business Concierge program provider, will handle the remaining 3 sites. The Amendment includes a non-exclusivity section that recognizes that Dynamic is not our sole provider.

Motion by *Deerfield*, seconded by *Lake County* to approve the amendment to the Agreement with Dynamic Recycling to continue providing services under the existing contract.
Motion was unanimously approved on a roll call vote of 26 to 0.

SWALCO BOD VOTING RECORD/04.02.15

MUNICIPALITY

*Dynamics
Amendment
w/ECU stipulation*

*ewerks
Contract*

Attendance

A N A N A N A N A N A N A N A N

MUNICIPALITY	Attendance	A	N	A	N	A	N	A	N	A	N	A	N	A	N
ANTIOCH	✓	✓													
BANNOCKBURN	✓	✓													
BEACH PARK	✓	✓		✓											
DEER PARK	✓	✓		✓											
DEERFIELD	✓	✓		✓											
FOX LAKE	✓	✓		✓											
GRAYSLAKE	✓	✓		✓											
GREAT LAKES	✓	✓		✓											
GREEN OAKS	✓	✓		✓											
GURNEE	✓	✓		✓											
HAINESVILLE	✓	✓		✓											
HAWTHORN WOODS	✓	✓		✓											
HIGHLAND PARK	✓	✓		✓											
HIGHWOOD	✓	✓		✓											
ISLAND LAKE	✓	✓		✓											
KILDEER	✓	✓		✓											
LAKE BARRINGTON	✓	✓		✓											
LAKE BLUFF	✓	✓		✓											
LAKE COUNTY	✓	✓		✓											
LAKE FOREST	✓	✓		✓											
LAKE VILLA	✓	✓		✓											
LAKE ZURICH	✓	✓		✓											
LIBERTYVILLE	✓	✓		✓											
LINCOLNSHIRE	✓	✓		✓											
LINDENHURST	✓	✓		✓											
LONG GROVE	✓	✓		✓											
MUNDELEIN	✓	✓		✓											
NORTH BARRINGTON	✓	✓		✓											
NORTH CHICAGO	✓	✓		✓											
PARK CITY	✓	✓		✓											
PORT BARRINGTON	✓	✓		✓											
RIVERWOODS	✓	✓		✓											
ROUND LAKE	✓	✓		✓											
ROUND LAKE BEACH	✓	✓		✓											
ROUND LAKE HEIGHTS	✓	✓		✓											
ROUND LAKE PARK	✓	✓		✓											
THIRD LAKE	✓	✓		✓											
TOWER LAKES	✓	✓		✓											
VERNON HILLS	✓	✓		✓											
WADSWORTH	✓	✓		✓											
WAUCONDA	✓	✓		✓											
WAUKEGAN	✓	✓		✓											
WINTHROP HARBOR	✓	✓		✓											
VOLO	✓	✓		✓											
ZION	✓	✓		✓											

Zion arrived @ 7:11 pm

(24) (20) (20) (20) (20)
Kildeer arrived @ 7:12 pm

SWALCO BOD SIGN IN SHEET/04.02.15

MEMBER COMMUNITY	REPRESENTATIVE	TITLE
ANTIOCH		
BANNOCKBURN		
BEACH PARK	Gracy Merrill	Asst Administrator
DEER PARK	Dita Finley	Trustee
DEERFIELD	Pat S. [unclear]	Village Manager
FOX LAKE	Bonnie Lambert	Trustee
GRAYSLAKE	MIKE EWS	Vic Manager
GREAT LAKES		
GREEN OAKS	JOHN WAGNER	TRUSTEE
GURNEE	Pat Miller	Administrator
HAINESVILLE	John [unclear]	MAYOR
HAWTHORN WOODS	John [unclear]	Trustee
HIGHLAND PARK		
HIGHWOOD	Adrian Marquez	Assistant to City Manager
ISLAND LAKE		
KILDEER	Michael J. [unclear]	Administrator
LAKE BARRINGTON		
LAKE BLUFF		
LAKE COUNTY	Steve [unclear]	Board Member
LAKE FOREST		
LAKE VILLA		
LAKE ZURICH	TOM PANTON	MAYOR
LIBERTYVILLE	Kelly [unclear]	Deputy Village Administrator
LINCOLNSHIRE		
LINDENHURST		
LONG GROVE	GEORGE YAEGER	TRUSTEE
MUNDELEIN	Wendy Voss	Trustee
NORTH BARRINGTON		
NORTH CHICAGO	Wanda [unclear]	Senior Planner
PARK CITY		
PORT BARRINGTON		
RIVERWOODS	John [unclear]	MAYOR
ROUND LAKE		
ROUND LAKE BEACH	Larry T. Mount	TRUSTEE
ROUND LAKE HEIGHTS		
ROUND LAKE PARK	Sam [unclear]	Trustee
THIRD LAKE		
TOWER LAKES	Joe Skurla	Trustee
VERNON HILLS	Neil H. [unclear]	Dir of PW
WADSWORTH	John [unclear]	Mayor
WAUCONDA	Chris [unclear]	TRUSTEE
WAUKEGAN		
WINTHROP HARBOR		
ZION	FRANK FLAMMINI	Commissioner of Public Works
VOLO		

2. **Agreement with eWorks Electronics Services, Inc.**

Walter Willis presented eWorks Electronics Services' proposed agreement to provide transportation and recycling services for (3 sites) of SWALCO's residential electronic recycling program. eWorks is currently under contract with SWALCO for our business sector electronics recycling program. In an effort to provide lower cost services SWALCO staff has spent the past several weeks reaching out to electronics recyclers to see if we could find a lower cost program. eWorks provided us a very competitive proposal that does not have any OEM backing included (nor does eWorks expect to be able to bring us OEM backing to defray costs). The pricing from eWorks is the same as that from the Dynamic action item presented earlier. Under the proposed Agreement, eWorks will be responsible for 3 of our sites, with Dynamic being responsible for the remaining 3 sites. The Agreement includes a non-exclusivity section that recognizes that eWorks is not our sole provider.

Motion by *Grayslake*, seconded by *Riverwoods* to approve the proposed eWorks Electronics Services, Inc. agreement with ECM approval stipulation included.

Motion was unanimously approved on a roll call vote of 26 to 0.

Information Items

1. **Health Department Report – Mike Kuhn**

Mike Kuhn discussed recent activities regarding the landfills (Countryside/Grayslake) (Advanced Disposal/Zion), compost facilities/landscape waste transfer stations and food scrap. Mike Kuhn also provided photos of Midwest Organic Compost Facility and the use of a Doppstadt Screener at Whole Earth Organics Compost Facility.

2. **Revised HCW Collection Event Schedule - FY 2015**

Steve Nelson provided a quick update on the HCW Event Schedule noting the June mobile event will take place in Wauconda this year not Lake Zurich as previously presented.

3. **Clothing and Textile Recycling Program 2014 – Recap**

Merleanne Rampale provided a summary for the growing Clothing & Textile Program. Further mentioning textile and clothing waste has been and continues to be a significant problem in our country. It is estimated that anywhere from 5-10% of all waste that is sent to municipal landfills is comprised of textiles. Today, 85% of these materials are ending up in landfills in the US. In 2014 alone, this program has diverted over 72,000 lbs. We currently have 19 bins throughout Lake County which other locations pending. If you do not have a bin in your community, we encourage you to promote one or two nearest you and if you are interested in hosting a drive or procuring a bin, please contact Merleanne.

4. **Reuse-A-Shoe Recycling Program**

Merleanne Rampale provided a brief summary of the Reuse-A-Shoe program. Many of our groups including corporations, schools, churches, park districts, libraries, and other community groups and organizations, have helped to promote programs like HCW, Electronics, and Compost Bin and Rain Barrel Sales and Education, through their own websites, newsletters and E-blasts and now want to get involved our shoe program. The program continues to grow and flourish. We encourage members to offer this program and service to their residents. There are

two ways you can participate. You can collect shoes for a limited time from January through April. You can collect for a week or a month or longer. You can even become a year-round drop-off site. If any members would like to have their communities involved or would like to find out more, please contact Merleanne for more information.

5. Compost Bin, Rain Barrel and Native Plant Sale and Education

Merleanne Rampale discussed the upcoming event including details about the regional benefits of using rain barrels and compost bins in Lake County. The event will be held on Saturday, May 9, 2015 at Independence Grove Forest Preserve in Libertyville from 9:00 am to 3:00 pm. This is a one day sale only and quantities will be limited. The Native Plant Sale will be held for 2 days. As we have done in the past, if we have extra containers and accessories after the sale, they will be available for purchase at our office, and also at Stormwater's office at the Permit Center in Libertyville. Please help to promote this event.

6. 4th Qtr. 2014 Recycling and Per Ton Payment Report

Pete Adrian gave a brief report of tabulations of curbside recyclable material tonnage and recycling, by member community for the 4th quarter of 2014. In 2014, 60,034 tons of recyclables were collected from Lake County communities. Compared to the previous year's 58,621 tons collected, we have realized a 2.3% increase. And when compared to the volume collected in 2012 (58,098 tons), current year volume illustrates a 3.2% increase. This increase is in part due to the Village of Volo joining SWALCO along with Village of Beach Park establishing a single hauler franchise that provided all residents larger recycling carts. Additionally, over the past year, recycling volume increases were realized in the City of Waukegan, City of Zion, Village of Long Grove and Navy Housing. All of these members has recycling cart upgrades occur in late 2013 to early 2014. The Agency also achieved a milestone in the overall volume of recyclables that were directed to WMRA. A total of 45,469.06 tons were directed to WMRA by Agency members. Within the SWALCO agreement with WMRA, a \$5 per ton bonus would be paid to the Agency for every ton in excess of 40,000 tons for the year. Therefore, the Agency has also received a bonus payment of \$17,345.30 for the additional 5,469.06 tons directed for the year.

Looking ahead to the conclusion of the first quarter 2015, recyclable commodities values have tumbled downward. At this time, the revised index values for January will be \$7.50 and February will be \$4.50. March index values are expected to drop below the \$65 resulting in no payment to the members and the Agency for this month.

7. 4th Quarter 2014 Residential Electronics Collection Program Summary

Pete Adrian gave a brief report of tabulations of residential electronics collections. In summary, a total of 2,430.7 tons (4,861,459 pounds) of electronics have been collected through our network of 41 collection partners. This total represents an increase of over 19% in e-scrap collected compared to the same period of 2013 (3,936,264 pounds). Agency collection partners receive a per pound credit payment following the close of each subsequent quarter. Due to an amendment to our contract, as requested by our vendor, loads that contain prohibited materials (i.e. smoke detectors, pressurized cylinders and liquid waste) are subject to a punitive fine of \$75. The amendment became effective on June 1. Per our agreement with host collection sites, these fines are to be split between the collector and the Agency, resulting in a \$25 reduction in the payment to the host site for each occurrence.

8. Executive Committee Position Openings in 2015

Walter Willis discussed the Executive Committee members with expiring terms: Mike Ellis, John Norris, John Wagener and Nimrod Warda. All four members have expressed an interest in serving another 2-year term. In addition an email will be issued to the Directors and Alternates letting them know that they are eligible to be nominated to serve on the Executive Committee for a two year term. Nominations will be accepted until June 1, 2015 for those that are interested in serving. If more than four members indicate interest we will need to vote for the top four candidates at the next Board of Directors Meeting.

9. Project and Program Updates

Walter Willis gave a brief update on several projects and programs SWALCO is currently working on:

- On February 26th we held the first law enforcement/pharmaceutical collection event at our HCW facility. Several guests attended including State's Attorney Mike Nerheim, Kathy Federico (DEA), Dave Katz (Save a Star Foundation) and Bill Gentes (Lake County Health Department's Drug Free Communities Program). The first two departments to bring us material were Libertyville (400 pounds non-controlled and 6.5 pounds of controlled) and Vernon Hills (190 pounds non-controlled and 3 pounds of controlled). The Lake County Sheriff's office provided the law enforcement oversight (Deputy Sheriff Roman Buchberger) and has pledged to do this for this program, a great service for the local law enforcement departments. Steve Nelson will be tracking the hours and costs for this program and we will provide that at a later date. Two other events were held on March 10 and March 26. In total it is estimated we have destroyed over \$100,000 worth of controlled substances based on their street value. Amy Bartemio is also playing a key role in keeping the data and working out the collection schedule for the local departments.
- Walter Willis continues to work with Highland Park and Highwood on a joint commercial franchise RFP; Highland Park and Highwood on a joint residential franchise RFP; Vernon Hills on its discussion with Advanced Disposal on a possible extension; and the 5 town consortium of North Barrington, Wauconda, Island Lake, Port Barrington and Tower Lakes. The commercial franchises have been implemented in Grayslake and Libertyville as of Feb. 1. Next up is Deerfield and Bannockburn in May.
- Walter Willis has met twice with the haulers (February 10 and March 2nd) in an attempt to find consensus on the draft commercial franchise/study ordinance presented to the BOD at its meeting on January 22, 2015. The goal is to get a final version done by early April and sent out to the members for their consideration.
- Walter Willis and Pete Adrian attended the Eco-Nomic Restaurant Workshop hosted in Deerfield and sponsored by Deerfield, Bannockburn, SWALCO, SWANCC, the Green Restaurant Association, Lakeshore Recycling Systems, and the DBR Chamber. Over 50 participants attended and learned about sustainable restaurant practices.
- Walter Willis has had numerous meetings in Springfield with regards to the e-scrap legislation, HB 1455 (meetings on Feb. 4, Feb. 19, March 4, March 10, March 17 and March 24), and the carpet bill (March 4 and March 24). Two other key bills for SWALCO,

the paint bill (SB 1261) and the State Resource Plan bill (SB 1434) are not likely to move forward this session. The paint industry apparently has decided not to move the paint bill this year as it was never even assigned to a committee, and SWALCO is trying to find compromise on the State Resource Plan bill.

- The O&M fee is due April 2, 2015. We only have a few members left who have not paid, we are flexible on the due date.
- The SWALCO financial audit is in full swing, the auditors spent the day on March 19th at SWALCO. Thanks to the County staff (Patrice Sutton Burger) and Amy for their hard work in hopes of getting a final audit with no “material” deficiencies.

Executive Session: *None*

NEXT BOARD MEETING: Thursday, June 25, 2015 - 7:00 p.m. Hainesville Village Hall, 100 N. Hainesville Road

ADJOURNMENT: 8:11 p.m.

Motion by *Mundelein*, seconded by *Hainesville* to adjourn. *Motion was approved.*

Consent - 1. Expenditure Approval

ISSUE: Approve Expenditures

RECOMMENDATION: I recommend approval

TIMING: Routine

BACKGROUND: The Board of Directors authorized the Executive Director to pay expenditures under \$10,000. The Executive Director submits the monthly expenditures to the Board for approval.

The total for Administration \$73,236.33; Education \$490.23; Household Chemical Waste \$8,543.46; Recycling \$11,685.56; *Total expenditures for May 2015 - \$93,955.58*

ENCLOSED DOCUMENTS: BOSS Account Analysis Report

STAFF: Walter Willis, Executive Director
Amy Bartemio, Executive Office Manager

SWALCO - May 2015 EXPENDITURE BUDGET

SWALCO \- Solid Waste Prog-SWALCO Administration-Regular Salaries And Wages----			
Budget Amount:	351,087.960	Funds Available:	177,379.65
		Beginning Balance for Period	146,961.51
		Total Expenditures	26,746.80
		Ending Balance for Period	173,708.31

SWALCO \- Solid Waste Prog-SWALCO Administration-Part Time Salaries And Wages----			
Budget Amount:	42,417.96	Funds Available:	22,097.37
		Beginning Balance for Period	16,095.05
		Total Expenditures	4,225.54
		Ending Balance for Period	20,320.59

SWALCO \- Solid Waste Prog-SWALCO Administration-Overtime Salaries And Wages----			
Budget Amount:	0.00	Funds Available:	-419.77
		Beginning Balance for Period	41.98
		Total Expenditures	377.79
		Ending Balance for Period	419.77

SWALCO \- Solid Waste Prog-SWALCO Administration-Special Pay----			
Budget Amount:	17,100.00	Funds Available:	8,970.06
		Beginning Balance for Period	6,879.18
		Total Expenditures	1,250.76
		Ending Balance for Period	8,129.94

SWALCO \- Solid Waste Prog-SWALCO Administration-Auditing & Accounting----			
Budget Amount:	7,500.00	Funds Available:	0.00
		Beginning Balance for Period	4,674.00
		Total Expenditures	2,826.00
		Ending Balance for Period	7,500.00

SWALCO \- Solid Waste Prog-SWALCO Administration-Consultants----			
Budget Amount:	37,250.00	Funds Available:	0.00
		Beginning Balance for Period	18,625.00
		Total Expenditures	18,625.00
		Ending Balance for Period	37,250.00

SWALCO \- Solid Waste Prog-SWALCO Administration-Gas For Heating----			
Budget Amount:	15,000.00	Funds Available:	10,721.15
		Beginning Balance for Period	3,369.88
		Total Expenditures	908.97
		Ending Balance for Period	4,278.85

SWALCO \- Solid Waste Prog-SWALCO Administration-Telephone----			
Budget Amount:	7,000.00	Funds Available:	3,555.51
		Beginning Balance for Period	2,812.36
		Total Expenditures	632.13
		Ending Balance for Period	3,444.49

SWALCO \- Solid Waste Prog-SWALCO Administration-Office Equip Maint----			
Budget Amount:	1,200.00	Funds Available:	63.28
		Beginning Balance for Period	1,136.72
		Total Expenditures	19.50
		Ending Balance for Period	1,156.22

SWALCO \- Solid Waste Prog-SWALCO Administration-Equip Rental----			
Budget Amount:	3,100.00	Funds Available:	899.56
		Beginning Balance for Period	993.85
		Total Expenditures	172.37
		Ending Balance for Period	1,166.22

SWALCO \- Solid Waste Prog-SWALCO Administration-H/L/D Employee Benefits---			
Budget Amount:	79,608.00	Funds Available:	32,803.19
		Beginning Balance for Period	32,447.21
		Total Expenditures	14,357.60
		Ending Balance for Period	46,804.81
SWALCO \- Solid Waste Prog-SWALCO Administration-Retirement Benefits/FICA---			
Budget Amount:	30,102.95	Funds Available:	15,783.57
		Beginning Balance for Period	11,929.80
		Total Expenditures	2,389.58
		Ending Balance for Period	14,319.38
SWALCO \- Solid Waste Prog-SWALCO Administration-Retirement Benefits/IMRF---			
Budget Amount:	34,707.05	Funds Available:	30,561.20
		Beginning Balance for Period	3,861.56
		Total Expenditures	284.29
		Ending Balance for Period	4,145.85
SWALCO \- Solid Waste Prog-SWALCO Administration-Miscell Contractual Servi---			
Budget Amount:	13,360.00	Funds Available:	7,194.00
		Beginning Balance for Period	4,750.00
		Total Expenditures	420.00
		Ending Balance for Period	5,170.00
SWALCO \- Solid Waste Prog-Education--Advertising---			
Budget Amount:	2,500.00	Funds Available:	1,909.77
		Beginning Balance for Period	100.00
		Total Expenditures	490.23
		Ending Balance for Period	590.23
SWALCO \- Solid Waste Prog-Household Hazard Waste---Consultants---			
Budget Amount:	157,900.00	Funds Available:	23,959.91
		Beginning Balance for Period	15,906.09
		Total Expenditures	7,453.50
		Ending Balance for Period	23,359.59
SWALCO \- Solid Waste Prog-Household Hazard Waste---Garbage Disposal---			
Budget Amount:	6,800.00	Funds Available:	1,146.84
		Beginning Balance for Period	1,010.20
		Total Expenditures	672.04
		Ending Balance for Period	1,682.24
SWALCO \- Solid Waste Prog-Household Hazard Waste---Motor Vehicle Maintenance---			
Budget Amount:	1,560.00	Funds Available:	1,504.58
		Beginning Balance for Period	0.00
		Total Expenditures	55.42
		Ending Balance for Period	55.42
SWALCO \- Solid Waste Prog-Household Hazard Waste---Miscell Contractual Services---			
Budget Amount:	5,100.00	Funds Available:	1,580.75
		Beginning Balance for Period	0.00
		Total Expenditures	362.50
		Ending Balance for Period	362.50
SWALCO \- Solid Waste Prog-Recycling---Miscell Contractual Servi---			
Budget Amount:	200,000.00	Funds Available:	-334.13
		Beginning Balance for Period	90,474.95
		Total Expenditures	11,685.56
		Ending Balance for Period	102,160.51

TOTAL EXPENDITURES \$ 93,955.58

A -1 . Fiscal Year 2014 Audit

ISSUE: Whether to approve the Fiscal Year 2014 financial audit.

RECOMMENDATION: SWALCO staff and the Executive Committee recommend approval of the FY 2014 financial audit.

BACKGROUND: SWALCO's By-Laws and Illinois law requires that municipal joint action agencies undertake an annual financial audit. This year the firm of Baker Tilley Virchow Krause, LLP conducted the audit, the same firm that audits Lake County government. The Executive Committee recommended approval of the audit at its meeting on June 4, 2015.

The audit includes the required communication of internal control related matters, and financial statements for fiscal years ending November 2014 and 2013. This year's audit was completed in conformance with the Government Accounting Standard Board (GASB) 34 model. The audit was found to be satisfactory and did not contain any material weaknesses in our financial reporting. I want to thank Lake County's Finance Department (Gary Gordon and Patrice Sutton) and Amy Bartemio for their hard work in obtaining this clean audit.

ENCLOSED DOCUMENTS: Fiscal Year 2014 Financial Audit

STAFF: Walter S. Willis, Executive Director

**SOLID WASTE AGENCY OF
LAKE COUNTY, ILLINOIS**

Gurnee, Illinois

FINANCIAL STATEMENTS

Including Independent Auditors' Report

As of and for the Years Ended November 30, 2014 and 2013

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS
Gurnee, Illinois

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BAKER TILLY

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Solid Waste Agency of Lake County
Gurnee, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the Solid Waste Agency of Lake County, Illinois (SWALCO), as of and for the years ended November 30, 2014 and 2013, and the related notes to the financial statements, which comprise the basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to SWALCO's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of SWALCO's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of SWALCO as of November 30, 2014 and 2013, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

To the Board of Directors
Solid Waste Agency of Lake County

Other Matters

Required Supplementary Information

SWALCO has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison and Schedule of Funding Progress information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economical, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Baker Tilly Veitch Krause, LLP

Madison, Wisconsin
April 22, 2015

SOLID WASTE AGENCY OF LAKE COUNTY

STATEMENTS OF NET POSITION As of November 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 2,267,808	\$ 2,098,493
Receivables	194,915	177,917
Prepaid insurance	21,673	20,110
Total Current Assets	<u>2,484,396</u>	<u>2,296,520</u>
NONCURRENT ASSETS		
Designated assets		
Equipment replacement fund	104,232	104,232
Capital Assets		
Plant in service	2,154,946	2,154,946
Accumulated depreciation	<u>(1,024,942)</u>	<u>(962,897)</u>
Total Noncurrent Assets	<u>1,234,236</u>	<u>1,296,281</u>
TOTAL ASSETS	<u>3,718,632</u>	<u>3,592,801</u>
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	67,387	90,401
Accrued payroll	9,061	8,689
Total Current Liabilities	<u>76,448</u>	<u>99,090</u>
Total Liabilities	<u>76,448</u>	<u>99,090</u>
NET POSITION		
Investment in capital assets	1,130,004	1,192,049
Unrestricted	<u>2,512,180</u>	<u>2,301,662</u>
TOTAL NET POSITION	<u>\$ 3,642,184</u>	<u>\$ 3,493,711</u>

See accompanying notes to financial statements.

SOLID WASTE AGENCY OF LAKE COUNTY

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION For the Years Ended November 30, 2014 and 2013

	2014	2013
OPERATING REVENUES		
County surcharge - current	\$ 708,278	\$ 672,493
Member fees	237,170	288,589
Other miscellaneous	232,559	183,127
Total Operating Revenues	<u>1,178,007</u>	<u>1,144,209</u>
OPERATING EXPENSES		
Personnel services	403,571	391,770
Operational services	43,154	40,240
Contractual services	526,622	533,039
Buildings and equipment maintenance	3,273	17,490
Depreciation	62,045	62,040
Total Operating Expenses	<u>1,038,665</u>	<u>1,044,579</u>
OPERATING INCOME (LOSS)	<u>139,342</u>	<u>99,630</u>
NONOPERATING INCOME		
Investment income	9,131	6,197
CHANGE IN NET POSITION	148,473	105,827
NET POSITION - Beginning of Year	<u>3,493,711</u>	<u>3,387,884</u>
NET POSITION - END OF YEAR	<u>\$ 3,642,184</u>	<u>\$ 3,493,711</u>

See accompanying notes to financial statements.

SOLID WASTE AGENCY OF LAKE COUNTY

STATEMENTS OF CASH FLOWS For the Years Ended November 30, 2014 and 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Received from members and the County	\$ 1,166,127	\$ 1,134,450
Paid to suppliers for goods and services	(597,254)	(578,150)
Paid to employees for services	(403,571)	(391,770)
Net Cash Flows From Operating Activities	165,302	164,530
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment income	4,013	6,076
Net Change in Cash and Cash Equivalents	169,315	170,606
CASH AND CASH EQUIVALENTS – Beginning of Year	2,202,725	2,032,119
CASH AND CASH EQUIVALENTS – END OF YEAR	\$ 2,372,040	\$ 2,202,725
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ 139,342	\$ 99,630
Noncash items included in operating income		
Depreciation	62,045	62,040
Changes in assets and liabilities		
Other receivables	(11,880)	(9,759)
Prepaid insurance	(1,563)	-
Accounts payable	(23,014)	12,231
Accrued payroll	372	388
NET CASH FLOWS FROM OPERATING ACTIVITIES	\$ 165,302	\$ 164,530
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO STATEMENTS OF NET POSITION		
Cash	\$ 2,267,808	\$ 2,098,493
Equipment replacement fund	104,232	104,232
CASH AND CASH EQUIVALENTS	\$ 2,372,040	\$ 2,202,725

See accompanying notes to financial statements.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
As of and for the Years Ended November 30, 2014 and 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Solid Waste Agency of Lake County, Illinois (SWALCO), have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to enterprise funds of government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The significant accounting principles and policies utilized by SWALCO are described below:

REPORTING ENTITY

SWALCO is a municipal corporation formed by Lake County and 43 municipalities within Lake County for the purpose of implementing the Lake County Solid Waste Management Plan. SWALCO has a Board of Directors made up from these members, an Executive Committee (one permanent seat for Lake County, two seats for members with 30,000 or more residents and six at large seats), a Legislative Committee and five staff members. SWALCO is established pursuant to the Intergovernmental Cooperation Act of the State of Illinois, the Illinois Local Solid Waste Disposal Act, the Illinois Planning and Recycling Act and Lake County Board Resolution #38 of September 12, 1989. Operations began on February 21, 1991. Following criteria established by GASB, SWALCO is not considered a component unit of the county.

MISSION STATEMENT AND OBJECTIVES

SWALCO implements a regional approach to solid waste management by addressing the economic, political and environmental issues in Lake County, and by meeting the following objectives:

- > Implement and update the Lake County Solid Waste Management Plan.
- > Facilitate an efficient, reliable and environmentally sound waste disposal system.
- > Advise and assist SWALCO members regarding solid waste management issues.
- > Educate the public regarding the implications of solid waste management options.
- > Identify and disseminate information regarding techniques to reduce, reuse and recycle solid waste.

The entity generally does not dispose of solid waste for its members.

FUNDING

The Agency is funded from a surcharge imposed at sanitary landfills. The surcharge also funds the Lake County Health Department's enforcement program. The Agency also receives a yearly operations and maintenance fee from its members based on the number of households in each member community.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
As of and for the Years Ended November 30, 2014 and 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION

SWALCO is presented following enterprise fund accounting. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business or where the governing body has decided that the determination of revenues earned, costs incurred and net income is necessary for management accountability.

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

ASSETS, LIABILITIES AND NET POSITION

Deposits and Investments

For purposes of the statement of cash flows, cash and cash equivalents have original maturities of three months or less from the date of acquisition. SWALCO's deposits and investments are maintained by the Treasurer of Lake County in pooled deposit and investment accounts. The county's policy is to maintain collateral for all deposits.

Receivables/Payables

Other receivables consist of membership fees being paid over a number of years from member communities and other miscellaneous amounts due to SWALCO. Breakdown of accounts receivable is as follows:

	<u>2014</u>	<u>2013</u>
Statutory fee receivable	\$ 183,583	\$ 136,795
Member receivable	5,485	40,393
Interest receivable	5,847	729
Total Other Receivables	<u>\$ 194,915</u>	<u>\$ 177,917</u>

SWALCO anticipates no issues with collections from member communities and others. As such, no allowance for uncollectible accounts is considered necessary.

Accounts payable consists of amounts due from SWALCO to outside parties for goods and services received.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
As of and for the Years Ended November 30, 2014 and 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

ASSETS, LIABILITIES AND NET POSITION (cont.)

Designated Assets

During fiscal year 2009, the Agency authorized a replacement account to fund any future replacement of capital items. In addition, the Agency authorized a facilities improvement account to fund improvement projects in 2013. Unspent funds from the facilities improvement account were transferred back to the replacement account in 2013.

Prepaid Insurance

Prepaid insurance represents insurance premiums which benefit subsequent periods.

Capital Assets

Capital assets are generally defined by SWALCO as assets with an initial, individual cost of more than \$25,000 and an estimated useful life in excess of one year.

Capital assets of SWALCO are recorded at cost or the fair market value at the time of contribution to SWALCO. Major outlays for SWALCO capital assets are capitalized as projects are constructed. Interest incurred during the construction phase is reflected in the capitalized value of the capital assets constructed, net of interest earned on the invested proceeds over the same period. Capital assets in service are depreciated using the straight-line method over the following useful lives:

	<u>Years</u>
Land improvements	5 – 10
Buildings	30
Office furniture and equipment	2 – 10

REVENUES AND EXPENSES

SWALCO distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with SWALCO's principal ongoing operations. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

EFFECT OF NEW ACCOUNTING STANDARDS ON CURRENT PERIOD FINANCIAL STATEMENTS

The Governmental Accounting Standards Board (GASB) has approved GASB Statement No. 68, *Accounting and Financial reporting for Pensions – an amendment of GASB Statement No. 27*; Statement No. 69, *Government Combinations and Disposals of Government Operations*; Statement No. 70, *Accounting and Financial Reporting for Non-exchange Financial Guarantees*; Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*; and Statement No. 72, *Fair Value Measurement and Application*. When they become effective, application of these standards may restate portions of these financial statements.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
As of and for the Years Ended November 30, 2014 and 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

COMPARATIVE DATA

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

NOTE 2 – DEPOSITS AND INVESTMENTS

Generally accepted accounting principles require the disclosure of SWALCO's cash and investment balances and their applicable risks. SWALCO's cash and investments are commingled with the Treasurer of Lake County, Illinois; therefore, individual fund bank balances cannot be determined. Please refer to Lake County's statements for further information.

NOTE 3 – CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets for 2014 follows:

	Balance 12/1/13	Increases	Decreases	Balance 11/30/14
Capital assets, not being depreciated				
Land	\$ 166,217	\$ -	\$ -	\$ 166,217
Total Capital Assets Not Being Depreciated	<u>166,217</u>	<u>-</u>	<u>-</u>	<u>166,217</u>
Capital assets being depreciated				
Land improvements	96,352	-	-	96,352
Buildings	1,678,340	-	-	1,678,340
Office furniture and equipment	214,037	-	-	214,037
Total Capital Assets Being Depreciated	<u>1,988,729</u>	<u>-</u>	<u>-</u>	<u>1,988,729</u>
Total Capital Assets	<u>2,154,946</u>	<u>-</u>	<u>-</u>	<u>2,154,946</u>
Less: Accumulated depreciation	<u>(962,897)</u>	<u>(62,045)</u>	<u>-</u>	<u>(1,024,942)</u>
Net Capital Assets	<u>\$ 1,192,049</u>			<u>\$ 1,130,004</u>

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
As of and for the Years Ended November 30, 2014 and 2013

NOTE 3 – CHANGES IN CAPITAL ASSETS (cont.)

A summary of changes in capital assets for 2013 follows:

	Balance 12/1/12	Increases	Decreases	Balance 11/30/13
Capital assets, not being depreciated				
Land	\$ 166,217	\$ -	\$ -	\$ 166,217
Total Capital Assets Not Being Depreciated	<u>166,217</u>	<u>-</u>	<u>-</u>	<u>166,217</u>
Capital assets being depreciated				
Land improvements	96,352	-	-	96,352
Buildings	1,678,340	-	-	1,678,340
Office furniture and equipment	214,037	-	-	214,037
Total Capital Assets Being Depreciated	<u>1,988,729</u>	<u>-</u>	<u>-</u>	<u>1,988,729</u>
Total Capital Assets	<u>2,154,946</u>	<u>-</u>	<u>-</u>	<u>2,154,946</u>
Less: Accumulated depreciation	<u>(900,857)</u>	<u>(62,040)</u>	<u>-</u>	<u>(962,897)</u>
Net Capital Assets	<u>\$ 1,254,089</u>			<u>\$ 1,192,049</u>

NOTE 4 – NET POSITION

GASB No. 34 requires the classification of net position into three components – net investment in capital assets, restricted, and unrestricted. These classifications are defined as follows:

Net investment in capital assets - This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds. SWALCO has no debt outstanding as of November 30, 2014 or 2013.

Restricted - This component of net position consists of constraints placed on net position use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position - This component of net position consists of net position that do not meet the definition of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the agency's policy to use restricted resources first, then unrestricted resources as they are needed.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS
As of and for the Years Ended November 30, 2014 and 2013

NOTE 4 – NET POSITION (cont.)

The following calculation supports the investment in capital assets as of November 30, 2014 and 2013:

	<u>2014</u>	<u>2013</u>
Plant in service	\$ 2,154,946	\$ 2,154,946
Accumulated depreciation	<u>(1,024,942)</u>	<u>(962,897)</u>
Total Investment in Capital Assets	<u>\$ 1,130,004</u>	<u>\$ 1,192,049</u>

NOTE 5 – CONTINGENCIES AND COMMITMENTS

CONTINGENT LIABILITIES

Due to the nature of SWALCO's operations, claims and legal actions against hazardous waste disposal may be incurred. No amount has been recorded as a loss because the probability, or amount, cannot be reasonably estimated.

LANDFILL CONTRACTS

SWALCO has executed waste disposal capacity agreements with seven landfills. The agreements were executed to provide guaranteed disposal capacity to the participating communities over their agreed to terms. The agreements further call for monthly payments to SWALCO based on the tonnage received from the members. Complete terms and conditions of the agreements are available from SWALCO offices.

NOTE 6 – RISK MANAGEMENT

SWALCO is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers' compensation; and health care of its employees. These risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial liability in any of the past three years. There were no significant reductions in coverage compared to the prior year.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS As of and for the Years Ended November 30, 2014 and 2013

NOTE 7 – EMPLOYEES RETIREMENT SYSTEM

SWALCO has an agent multi-employer defined benefit pension plan with Illinois Municipal Retirement Fund (IMRF). In September 2013, SWALCO established their own IMRF account. Prior to this time, SWALCO employees were covered under the county IMRF account. The IMRF provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information (RSI). That report may be obtained online at www.imrf.org.

All permanent employees expected to work over 600 hours a year are eligible to participate in the IMRF. Employees participating in the IMRF were required by statute to contribute 4.5% of their annual covered salary in calendar years 2014, 2013, and 2012. SWALCO is required to contribute at an actuarially determined rate. SWALCO's required employer rate for 2014 and 2013 under the new IMRF account was 8.80%. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while supplemental retirement benefits rate is set by statute. The employer rate for calendar years 2013 and 2012 were 11.79%, and 11.47%, respectively under the county IMRF account. All employer contributions are now made by SWALCO as of mid-2013. Prior to the change, employer contributions were made by the county with a portion of the cost being allocated to SWALCO. The actuarial valuation of the plan was computed for the county as a whole and; therefore, it is impractical to determine SWALCO's proportionate share prior to the change prior to 2014.

For November 30, 2014, SWALCO's annual pension contribution of \$29,443 was equal to their required contribution. The required contribution was determined as part of the December 31, 2012 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2012 included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The plan's overfunded actuarial accrued liability at December 31, 2012 is being amortized as a level percentage of projected payroll on an open 10 year basis. As of December 31, 2014, the most recent actuarial valuation date, the actuarial value of the assets totaled \$1,326,564 and the actuarial accrued liability totaled \$856,121 for an unfunded actuarial accrued liability (UAAL) of (\$470,442) and a funded ratio of 154.95%. The covered payroll for calendar year 2014 was \$361,475. Because the plan was overfunded, there is no ratio of the UAAL to the covered payroll.

Trend Information – SWALCO - IMRF

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
11/30/14	\$ 29,443	100%	\$ -
11/30/13	16,262*	100	-

* Represents SWALCO's annual pension cost for partial year after transition to their own IMRF account.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS As of and for the Years Ended November 30, 2014 and 2013

NOTE 7 – EMPLOYEES RETIREMENT SYSTEM (cont.)

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Further details regarding the county's entire commitment to the fund can be found in the Lake County, Illinois financial statements.

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

All full-time employees participate in a single-employer self-insured health care plan administered through Lake County. The Plan provides limited health care coverage at 100% of the active premium rate. The State of Illinois requires IMRF employers who offer health insurance to their active employees to offer the same health insurance to disabled members, retirees, and surviving spouses at the same premium rate for active employees. Therefore an implicit rate subsidy exists for retirees (that is, the difference between the premium rate charged to retirees for the benefit and the estimated rate that would be applicable to those retirees if that benefit were acquired for them as a separate group) resulting from the participation in postemployment healthcare plans that cover both active employees and retirees. The plan operates on a pay-as-you-go funding basis. No assets are accumulated or dedicated to funding the retiree health insurance benefits. The actuarial valuation of the plan is computed for the county as a whole. The Agency's portion of the liability is not considered material to the financial statements.

Further details regarding the county's entire commitment to the health care plan can be found in the Lake County, Illinois financial statements.

NOTE 9 – RELATED PARTIES

SWALCO is a stand-alone government as determined by criteria established by GASB. Lake County does provide certain services including, but not limited to, banking, general ledger, payroll and other data processing.

NOTE 10 – SUBSEQUENT EVENTS

The Agency evaluated subsequent events through April 22, 2015, the date the financial statements were available to be issued, for events requiring recording or disclosure in the financial statements.

On April 2, 2015, the Board of Directors of the Agency approved an agreement with Dynamic Recycling to provide transportation and recycling services for the Agency's residential electronic recycling program for an amount not to exceed \$200,000.

REQUIRED SUPPLEMENTARY INFORMATION

SOLID WASTE AGENCY OF LAKE COUNTY

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BUDGET AND ACTUAL

For the Year Ended November 30, 2014

	Original and Final Budget	Actual	Variance
OPERATING REVENUES			
County surcharge - current	\$ 635,000	\$ 708,278	\$ 73,278
Member fees	275,920	237,170	(38,750)
Other miscellaneous	163,550	232,559	69,009
Total Operating Revenues	<u>1,074,470</u>	<u>1,178,007</u>	<u>103,537</u>
OPERATING EXPENSES			
Personnel services	402,795	403,571	(776)
Operational services	53,950	43,154	10,796
Contractual services	604,900	526,622	78,278
Capital outlay	3,500	3,273	227
Depreciation	-	62,045	(62,045)
Total Operating Expenses	<u>1,065,145</u>	<u>1,038,665</u>	<u>26,480</u>
OPERATING INCOME	<u>9,325</u>	<u>139,342</u>	<u>130,017</u>
NONOPERATING INCOME			
Investment income	5,000	9,131	4,131
CHANGE IN NET POSITION	<u>14,325</u>	<u>148,473</u>	<u>\$ 134,148</u>
NET POSITION - Beginning of Year	<u>3,493,711</u>	<u>3,493,711</u>	
NET POSITION - END OF YEAR	<u>\$ 3,508,036</u>	<u>\$ 3,642,184</u>	

See independent auditors' report and notes to required supplementary information.

SOLID WASTE AGENCY OF LAKE COUNTY

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL**

For the Year Ended November 30, 2013

	Original and Final Budget	Actual	Variance
OPERATING REVENUES			
County surcharge - current	\$ 635,000	\$ 672,493	\$ 37,493
Member fees	238,000	288,589	50,589
Other miscellaneous	153,750	183,127	29,377
Total Operating Revenues	<u>1,026,750</u>	<u>1,144,209</u>	<u>117,459</u>
OPERATING EXPENSES			
Personnel services	391,840	391,770	70
Operational services	49,450	40,240	9,210
Contractual services	597,060	533,039	64,021
Capital outlay	3,500	17,490	(13,990)
Depreciation	-	62,040	(62,040)
Total Operating Expenses	<u>1,041,850</u>	<u>1,044,579</u>	<u>(2,729)</u>
OPERATING INCOME	<u>(15,100)</u>	<u>99,630</u>	<u>114,730</u>
NONOPERATING INCOME			
Investment income	12,000	6,197	(5,803)
CHANGE IN NET POSITION	<u>(3,100)</u>	<u>105,827</u>	<u>\$ 108,927</u>
NET POSITION - Beginning of Year	<u>3,387,884</u>	<u>3,387,884</u>	
NET POSITION - END OF YEAR	<u>\$ 3,384,784</u>	<u>\$ 3,493,711</u>	

See independent auditors' report and notes to required supplementary information.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended November 30, 2014

BUDGETARY INFORMATION

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the accrual basis of accounting. We also note depreciation expense is not budgeted.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS
 (UNAUDITED)

For the Year Ended November 30, 2014

The schedule of funding progress, presented as required supplementary information, present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. The schedule below represents Lake County as a whole, and does not separate SWALCO's proportionate share, which is not considered material to these financial statements.

Entire County Including SWALCO

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/1/2013	\$ -	\$ 31,964,000	\$ 31,964,000	0.00%	\$ 125,558,900	25.46%
12/1/2012	-	30,511,959	30,511,959	0.00%	124,979,909	24.41%
12/1/2011	-	29,659,000	29,659,000	0.00%	119,608,000	24.80%
12/1/2010	-	27,362,000	27,362,000	0.00%	132,341,000	20.70%
12/1/2009	-	46,157,000	46,157,000	0.00%	153,979,000	30.00%
12/1/2008	-	47,307,231	47,307,231	0.00%	144,383,846	32.76%

We have omitted the IMRF required supplemental information as this is shown in the county financial statements for the period prior to SWALCO changing to their own account and discussed in greater detail in Note 7 of these financial statements.

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF FUNDING PROGRESS - ILLINOIS MUNICIPAL RETIREMENT FUND
 (UNAUDITED)

For the Year Ended November 30, 2014

SWALCO Employees

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2014	\$ 1,326,564	\$ 856,121	\$ (470,443)	154.95%	\$ 361,475	(130.15%)
12/31/2013	1,183,680	749,769	(433,911)	157.87%	177,774	(244.08%)
12/31/2012	21,443	-	(21,443)	0.00%	-	0.00%

In September 2013, SWALCO established their own IMRF account. Prior to this time, SWALCO employees were covered under the county IMRF account. We have omitted the IMRF required supplemental information for the period prior to SWALCO changing to their own account as this is shown in the county financial statements. This change is discussed in greater detail in Note 7 of the financial statements.

**SOLID WASTE AGENCY OF
LAKE COUNTY, ILLINOIS**

Gurnee, Illinois

COMMUNICATION TO THOSE CHARGED
WITH GOVERNANCE AND MANAGEMENT

As of and for the Year Ended November 30, 2014

SOLID WASTE AGENCY OF LAKE COUNTY, ILLINOIS

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**REQUIRED COMMUNICATION OF INTERNAL CONTROL RELATED MATTERS
IDENTIFIED IN THE AUDIT TO THOSE CHARGED WITH GOVERNANCE**



BAKER TILLY

Baker Tilly Virchow Krause, LLP
Ten Terrace Ct, PO Box 7398
Madison, WI 53707-7398
tel 608 249 6622
fax 608 249 8532
bakertilly.com

Board of Directors
Solid Waste Agency of Lake County, Illinois
Gurnee, Illinois

In planning and performing our audit of the financial statements of the Solid Waste Agency of Lake County, Illinois (SWALCO) as of and for the year ended November 30, 2014, in accordance with auditing standards generally accepted in the United States of America, we considered its internal control over financial reporting (internal control) as a basis for designing our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of its internal control. Accordingly, we do not express an opinion on the effectiveness of its internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

This communication is intended solely for the information and use of management, the Board of Directors, and others within the organization and is not intended to be, and should not be, used by anyone other than these specified parties.

Baker Tilly Virchow Krause, LLP

Madison, Wisconsin
April 22, 2015

OTHER COMMUNICATIONS TO THOSE CHARGED WITH GOVERNANCE

TWO WAY COMMUNICATION REGARDING YOUR AUDIT

As part of our audit of your financial statements, we are providing communications to you throughout the audit process. Auditing requirements provide for two-way communication and are important in assisting the auditor and you with more information relevant to the audit.

As this past audit is concluded, we use what we have learned to begin the planning process for next year's audit. It is important that you understand the following points about the scope and timing of our next audit:

- a. We address the significant risks of material misstatement, whether due to fraud or error, through our detailed audit procedures.
- b. We will obtain an understanding of the five components of internal control sufficient to assess the risk of material misstatement of the financial statements whether due to error or fraud, and to design the nature, timing, and extent of further audit procedures. We will obtain a sufficient understanding by performing risk assessment procedures to evaluate the design of controls relevant to an audit of financial statements and to determine whether they have been implemented. We will use such knowledge to:
 - > Identify types of potential misstatements.
 - > Consider factors that affect the risks of material misstatement.
 - > Design tests of controls, when applicable, and substantive procedures.

We will not express an opinion on the effectiveness of internal control over financial reporting or compliance with laws, regulations, and provisions of contracts or grant programs.

- c. The concept of materiality recognizes that some matters, either individually or in the aggregate, are important for fair presentation of financial statements in conformity with generally accepted accounting principles while other matters are not important. In performing the audit, we are concerned with matters that, either individually or in the aggregate, could be material to the financial statements. Our responsibility is to plan and perform the audit to obtain reasonable assurance that material misstatements, whether caused by errors or fraud, are detected.

We are very interested in your views regarding certain matters. Those matters are listed here:

- a. We typically will communicate with your top level of management unless you tell us otherwise.
- b. We understand that the Board of Directors has the responsibility to oversee the strategic direction of your organization, as well as the overall accountability of the entity. Management has the responsibility for achieving the objectives of the entity.
- c. We need to know your views about your organization's objectives and strategies, and the related business risks that may result in material misstatements.
- d. Which matters do you consider warrant particular attention during the audit, and are there any areas where you request additional procedures to be undertaken?
- e. Have you had any significant communications with regulators or grantor agencies?
- f. Are there other matters that you believe are relevant to the audit of the financial statements?

TWO WAY COMMUNICATION REGARDING YOUR AUDIT (cont.)

Also, is there anything that we need to know about the attitudes, awareness, and actions of SWALCO concerning:

- a. SWALCO's internal control and its importance in the entity, including how the Board of Directors oversee the effectiveness of internal control?
- b. The detection or the possibility of fraud?

We also need to know if you have taken actions in response to developments in financial reporting, laws, accounting standards, governance practices, or other related matters, or in response to previous communications with us.

With regard to the timing of our audit, here is some general information. If necessary, we may do preliminary financial audit work during the months of October-December, and sometimes early January. Our final financial fieldwork is scheduled during the spring to best coincide with your readiness and report deadlines. After fieldwork, we wrap up our financial audit procedures at our office and may issue drafts of our report for your review. Final copies of our report and other communications are issued after approval by your staff. This timing may vary depending on a number of factors.

Keep in mind that while this communication may assist us with planning the scope and timing of the audit, it does not change the auditor's sole responsibility to determine the overall audit strategy and the audit plan, including the nature, timing, and extent of procedures necessary to obtain sufficient appropriate audit evidence.

We realize that you may have questions on what this all means, or wish to provide other feedback. We welcome the opportunity to hear from you.

**COMMUNICATION OF OTHER CONTROL DEFICIENCIES, RECOMMENDATIONS
AND INFORMATIONAL POINTS TO MANAGEMENT THAT ARE NOT
MATERIAL WEAKNESSES OR SIGNIFICANT DEFICIENCIES**

PRIOR YEAR COMMENTS AND RECOMMENDATIONS

ACCOUNTS RECEIVABLE RECONCILIATION

During the audit, we noted that a reconciliation of outstanding invoices due to SWALCO at year end could not be provided. Receivables are a highly liquid asset and they should be strictly controlled. We recommend staff prepare monthly reconciliations of the accounts to the general ledger to ensure collections are being tracked and made in a timely fashion.

Status 11/30/2014

It was noted during the audit that reconciliations of accounts receivable were being performed by SWALCO staff. During the process of reconciling these accounts, SWALCO staff identified an additional billing to Waukegan which an allowance for uncollectible accounts had not been set up for in the past. Due to the fact that all past dues from Waukegan had been forgiven as part of their reinstatement as a member, the amount was written off against revenue in 2014.

DESIGNATED CASH ACCOUNTS

In 2013, the Executive Committee approved a resolution to transfer funds from the equipment replacement fund to a new facilities improvement account. The resolution required that all unspent funds from this facilities improvement account be placed back into the equipment replacement fund. The initial deposit was made from the equipment replacement account to the general operating account rather than setting up a facilities improvement account. In addition, the unspent funds from the transfer were not placed into the equipment replacement fund after the projects took place. We recommend SWALCO develop a process to track funds designated by the board or restricted by third parties to ensure compliance with the requirements.

Status 11/30/14

It was noted during the audit that SWALCO transferred all remaining unspent funds back into the equipment replacement fund as of 11/30/14 as required by the resolution.

REQUIRED COMMUNICATIONS BY THE AUDITOR TO THOSE CHARGED WITH GOVERNANCE



BAKER TILLY

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Board of Directors
Solid Waste Agency of Lake County
Gurnee, Illinois

Thank you for using Baker Tilly Virchow Krause, LLP as your auditor.

We have completed our audit of the financial statements of the Solid Waste Agency of Lake County, Illinois (SWALCO) for the year ended November 30, 2014, and have issued our report thereon dated April 22, 2015. This letter presents communications required by our professional standards.

***OUR RESPONSIBILITY UNDER AUDITING STANDARDS
GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA***

The objective of a financial statement audit is the expression of an opinion on the financial statements. We conducted the audit in accordance with auditing standards generally accepted in the United States of America. These standards require that we plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements prepared by management with your oversight are free of material misstatement, whether caused by error or fraud. Our audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our audit does not relieve management or the Board of Directors of their responsibilities.

As part of the audit we obtained an understanding of the entity and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing and extent of further audit procedures. The audit was not designed to provide assurance on internal control or to identify deficiencies in internal control.

OTHER INFORMATION IN DOCUMENTS CONTAINING AUDITED FINANCIAL STATEMENTS

Our responsibility does not extend beyond the audited financial statements identified in this report. We do not have any obligation to and have not performed any procedures to corroborate other information contained in client prepared documents, such as official statements related to debt issues.

PLANNED SCOPE AND TIMING OF THE AUDIT

We performed the audit according to the planned scope and timing previously communicated to you.

QUALITATIVE ASPECTS OF THE ENTITY'S SIGNIFICANT ACCOUNTING PRACTICES

Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by SWALCO are described in Note 1 to the financial statements. We noted no transactions entered into by SWALCO during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Board of Directors
Solid Waste Agency of Lake County

QUALITATIVE ASPECTS OF THE ENTITY'S SIGNIFICANT ACCOUNTING PRACTICES (cont.)

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements is depreciation. We evaluated the key factors and assumptions used to develop the depreciation estimate in determining that it is reasonable in relation to the financial statements taken as a whole.

Financial Statement Disclosures

The disclosures in the financial statements are neutral, consistent, and clear.

DIFFICULTIES ENCOUNTERED IN PERFORMING THE AUDIT

We encountered no significant difficulties in dealing with management in performing our audit.

CORRECTED AND UNCORRECTED MISSTATEMENTS

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has elected to pass on adjusting for the estimated potential liability of SWALCO's proportionate share of the County's Other Post-Employment Benefits (OPEB) liability. The effect of the uncorrected adjustment on the financial statements increases in expenses and decreases current year income by \$6,296 and increases liabilities and decreases net position by \$37,293.

Copies of all audit adjustments are attached.

DISAGREEMENTS WITH MANAGEMENT

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

CONSULTATIONS WITH OTHER INDEPENDENT ACCOUNTANTS

In some cases, management may decide to consult with other accountants about auditing and accounting matters. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

MANAGEMENT REPRESENTATIONS

We have requested certain representations from management that are included in the management representation letter. That letter follows this required communication.

Board of Directors
Solid Waste Agency of Lake County

INDEPENDENCE

We are not aware of any relationships between Baker Tilly Virchow Krause, LLP and SWALCO that, in our professional judgment, may reasonably be thought to bear on our independence.

Relating to our audit of the financial statements of SWALCO for the year ended November 30, 2014, Baker Tilly Virchow Krause, LLP hereby confirms that we are, in our professional judgment, independent with respect to SWALCO in accordance with the Code of Professional Conduct issued by the American Institute of Certified Public Accountants. We provided no services to SWALCO other than audit services provided in connection with the audit of the current year's financial statements and the following nonaudit services which in our judgment do not impair our independence.

- > Financial statement preparation
- > Adjusting journal entries

None of these nonaudit services constitute an audit under generally accepted auditing standards, including *Government Auditing Standards*.

OTHER AUDIT FINDINGS OR ISSUES

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as SWALCO's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

We applied certain limited procedures to the required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

RESTRICTION ON USE

This information is intended solely for the use of the Board of Directors and management and is not intended to be, and should not be, used by anyone other than these specified parties.

We welcome the opportunity to discuss the information included in this letter and any other matters. Thank you for allowing us to serve you.

Baker Tilly Virchow Krause LLP

Madison, Wisconsin
April 22, 2015

MANAGEMENT REPRESENTATIONS



SOLID WASTE AGENCY OF LAKE COUNTY, IL

<i>Antioch</i>	<i>Highland Park</i>	<i>Lindenhurst</i>	<i>Third Lake</i>
<i>Bannockburn</i>	<i>Highwood</i>	<i>Long Grove</i>	<i>Tower Lakes</i>
<i>Beach Park</i>	<i>Island Lake</i>	<i>Mundelein</i>	<i>Vernon Hills</i>
<i>Deer Park</i>	<i>Kildeer</i>	<i>North Barrington</i>	<i>Yolo</i>
<i>Deerfield</i>	<i>Lake Barrington</i>	<i>North Chicago</i>	<i>Wadsworth</i>
<i>Fox Lake</i>	<i>Lake Bluff</i>	<i>Park City</i>	<i>Wauconda</i>
<i>Grayslake</i>	<i>Lake County</i>	<i>Port Barrington</i>	<i>Winkegon</i>
<i>Great Lakes NTC</i>	<i>Lake Forest</i>	<i>Riverwoods</i>	<i>Winthrop Harbor</i>
<i>Green Oaks</i>	<i>Lake Villa</i>	<i>Round Lake</i>	<i>Zion</i>
<i>Gurnee</i>	<i>Lake Zurich</i>	<i>Round Lake Beach</i>	
<i>Hainesville</i>	<i>Libertyville</i>	<i>Round Lake Heights</i>	
<i>Hawthorn Woods</i>	<i>Lincolnshire</i>	<i>Round Lake Park</i>	

April 22, 2015

Baker Tilly Virchow Krause, LLP
Ten Terrace Court
P O Box 7398
Madison, WI 53707-7398

Dear Baker Tilly Virchow Krause, LLP:

We are providing this letter in connection with your audit of the 2014 financial statements of the Solid Waste Agency of Lake County, Illinois (SWALCO) as of November 30, 2014 and 2013 and for the years then ended for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, the financial position of SWALCO, results of operations, and cash flows in conformity with accounting principles generally accepted in the United States of America. We confirm that we are responsible for the fair presentation of the previously mentioned financial statements in conformity with accounting principles generally accepted in the United States of America. We are also responsible for adopting sound accounting policies, establishing and maintaining internal control over financial reporting, and preventing and detecting fraud.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, the following representations made to you during your audit.

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter.
2. The financial statements referred to above are fairly presented in conformity with accounting principles generally accepted in the United States of America. We have engaged you to advise us in fulfilling that responsibility.
3. We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.
4. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
5. Significant assumptions we used in making accounting estimates are reasonable.
6. Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been

- 7 All events subsequent to the date of the financial statements and for which accounting principles generally accepted in the United States of America require adjustment or disclosure have been adjusted or disclosed. No other events, including instances of noncompliance, have occurred subsequent to the balance sheet date and through the date of this letter that would require adjustment to or disclosure in the aforementioned financial statements.
- 8 All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- 9 We believe the effect of the uncorrected financial statement misstatement for the unrecorded OPEB expense and liability of \$6,296 and \$37,923, respectively, is immaterial to the financial statements as a whole. All other audit and bookkeeping adjustments have been included in our financial statements, and we are in agreement with those adjustments.
- 10 There are no known or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements. There are no unasserted claims or assessments that our lawyer has advised us are probable of assertion and must be disclosed in accordance with accounting principles generally accepted in the United States of America.
- 11 Guarantees, whether written or oral, under which the agency is contingently liable, if any, have been properly recorded or disclosed.
- 12 We have provided you with:
 - a. Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as financial records and related data, documentation, and other matters.
 - b. Additional information that you have requested from us for the purpose of the audit.
 - c. Unrestricted access to persons within the entity from whom you determined it necessary to obtain audit evidence.
 - d. Minutes of the meetings of The Board of Directors and the Executive Committee or summaries of actions of recent meetings for which minutes have not yet been prepared.

- 13 We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- 14 We have no knowledge of any fraud or suspected fraud that affects the entity and involves:
 - a. Management
 - b. Employees who have significant roles in internal control, or
 - c. Others where the fraud could have a material effect on the financial statements.
- 15 We have no knowledge of any allegations of fraud or suspected fraud affecting the entity received in communications from employees, former employees, regulators, or others.
- 16 We have no knowledge of known instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.

- 17 We have disclosed to you all known related parties and all the related party relationships and transactions of which we are aware.
- 18 There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- 19 We have taken timely and appropriate steps to remedy fraud, violations of laws, regulations, contracts or grant agreements, or abuse that you have reported to us.

20. The agency has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity.
21. We are responsible for compliance with federal, state, and local laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts; and we have identified and disclosed to you all federal, state, and local laws, regulations and provisions of contracts and grant agreements that we believe have a direct and material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
22. There are no:
- a. Violations or possible violations of budget ordinances, federal, state, and local laws or regulations (including those pertaining to adopting and amending budgets), provisions of contracts and grant agreements, tax or debt limits, whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, or for reporting on noncompliance.
 - b. Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by accounting principles generally accepted in the United States of America.
 - c. Rates being charged other than the rates as authorized by the applicable authoritative body.
23. In regards to the nonattest services performed by you listed below, we have 1) made all management decisions and performed all management functions; 2) designated an individual with suitable skill, knowledge, or experience to oversee the services; 3) evaluated the adequacy and results of the services performed, and 4) accepted responsibility for the results of the services
- a. Financial statement preparation
 - b. Adjusting journal entries
- None of these non attest services constitute an audit under generally accepted auditing standards, including *Government Auditing Standards*.
24. SWALCO has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
25. SWALCO has complied with all aspects of contractual agreements that would have a material effect on the financial statement in the event of noncompliance.
26. The financial statements properly classify all funds and activities.
27. Components of net position (net investment in capital assets; restricted; and unrestricted) and equity amounts are properly classified and, if applicable, approved.
28. SWALCO has no derivative financial instruments such as contracts that could be assigned to someone else or net settled, interest rate swaps, collars or caps.
29. Provisions for uncollectible receivables have been properly identified and recorded. All write-offs of uncollectible receivables have been identified and recorded.
30. Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
31. Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated/amortized. Any known impairments have been recorded and disclosed.
32. We have appropriately disclosed SWALCO's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available and have determined that net position were properly recognized under the policy.

33. We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.

Sincerely,

Solid Waste Agency of Lake County, Illinois

Signed: Walter Huff

Signed: Patrice Sutton

Signed: _____

Solid Waste Agency of Lake County, Illinois
 Year End: November 30, 2014
 Adjusting Journal Entries
 Date: 12/1/2013 To 11/30/2014

TB. 2

Done By	In-Charge	Manager
Partner	RGD 4/3/2015	
JCA 4/6/2015	Pre-issuance	

Number	Date	Name	Account No	Reference	Annotation	Debit	Credit	Recurrence	Misstatement
CJE1	11/30/2014	Accounts Receivable - Adjustment	930-000000-14015	10.6		26,693.12			
CJE1	11/30/2014	Accounts Receivable - Adjustment	930-000000-14015	10.6		11,049.01			
CJE1	11/30/2014	All Other Miscellaneous Revenue	930-920010-49910	10.6			26,693.12		
CJE1	11/30/2014	All Other Miscellaneous Revenue	930-920010-49910	10.6			11,049.01		
To accrue 4th quarter revenue from Sims Involes, Waste Management per (on invoice), and Waste Management rebate to 2014.									
						37,742.13	37,742.13		

Net Income (Loss) 148,471.28

A – 2. IMRF, Change in Authorized Agent

ISSUE: Whether to approve changing the Illinois Municipal Retirement Fund (IMRF) authorized agent from Larry Clark to Walter Willis.

RECOMMENDATION: SWALCO staff and the Executive Committee recommend approval of a change in the authorized agent.

BACKGROUND: Larry Clark, SWALCO's legal counsel, is currently the authorized agent for SWALCO's IMRF account. As such, important communication from IMRF is sent to Mr. Clark, who then must send it on to SWALCO. In order to "remove the middle man" it makes more sense for a SWALCO employee to be the authorized agent with IMRF. In order to make this change we must fill out the appropriate form (attached), make a new appointment via resolution (attached), send this resolution and form to IMRF, and then establish a new user ID with IMRF for the new agent. It also makes sense that the authorized agent be SWALCO's Executive Director so that important information regarding our annual contribution rate and audit related information is sent to the person (i.e., the Executive Director) who is responsible for SWALCO's annual budget and its annual audit.

ENCLOSED DOCUMENTS: IMRF Form 2.20 and resolution naming Walter Willis as new authorized agent.

STAFF: Walter S. Willis, Executive Director



NOTICE OF APPOINTMENT OF AUTHORIZED AGENT

IMRF Form 2.20 (Rev. 10/2014)

INSTRUCTIONS

- The governing body of an IMRF employer (including townships) can appoint any qualified party as the employer's IMRF Authorized Agent.
- The governing body makes the appointment by adopting a resolution.
- The clerk or secretary of the governing body must certify the appointment (see Certification below)
- Mail the completed form to the Illinois Municipal Retirement Fund.
- A copy of the completed form should be retained by the employer.
- The new Authorized Agent will need to register for a new User ID on IMRF Employer Access.

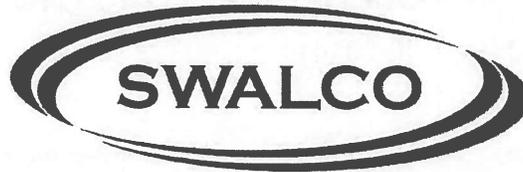
EMPLOYER NAME		EMPLOYER IMRF I.D. NUMBER	
AUTHORIZED AGENT'S SALUTATION <input type="checkbox"/> Dr. <input type="checkbox"/> Mr. <input type="checkbox"/> Mrs. <input type="checkbox"/> Ms.	LAST NAME	FIRST NAME	MIDDLE INITIAL JR., SR., II, ETC.
TYPE OF GOVERNING BODY			
DATE APPOINTMENT MADE (MM/DD/YYYY)	EFFECTIVE DATE OF APPOINTMENT (MM/DD/YYYY)	POSITION TITLE	
<p>Powers and duties delegated to Authorized Agent pursuant to Sec. 7-135 of Illinois Pension Code by governing body (P.A. 97-0328 removed the requirement that the Authorized Agent be a participant in IMRF to file a petition or cast a ballot):</p> <p>To file Petition for Nominations of an Executive Trustee of IMRF <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>To cast a Ballot for Election of an Executive Trustee of IMRF <input type="checkbox"/> Yes <input type="checkbox"/> No</p>			
SIGNATURE OF AUTHORIZED AGENT NAMED ABOVE		DATE (MM/DD/YYYY)	
CERTIFICATION			
I, _____, do hereby certify that I am _____			
NAME		CLERK OR SECRETARY	
of the _____			
NAME OF EMPLOYER			
and the keeper of its books and records and the foregoing appointment and delegation were made by resolution duly adopted on the date indicated.			
SEAL		SIGNATURE OF CLERK OR SECRETARY	
BUSINESS ADDRESS			
All correspondence and communications with the Authorized Agent are to be addressed as follows:			
NAME (IF DIFFERENT FROM ABOVE)			
<input checked="" type="checkbox"/> Ms. <input type="checkbox"/> Mrs. <input type="checkbox"/> Ms.			
BUSINESS ADDRESS			
CITY STATE AND ZIP + 4			
DAYTIME TELEPHONE NO. (with Area Code)		ALTERNATE TELEPHONE NUMBER (with Area Code)	
FAX NO (with Area Code)		EMAIL ADDRESS	

Illinois Municipal Retirement Fund

2211 York Road Suite 500 Oak Brook, IL 60523-2337

Member Services Representatives 1-800-ASK-IMRF (1-800-275-4673) Fax (630) 706-4289

www.imrf.org



SOLID WASTE AGENCY OF LAKE COUNTY, IL

RESOLUTION

No. _____

WHEREAS, the Solid Waste Agency of Lake County (SWALCO) was established as Municipal Joint Action Agency in 1991; and

WHEREAS, in 1991 the SWALCO Board of Directors enacted a resolution and made application to participate in the Illinois Municipal Retirement Fund and was subsequently accepted into IMRF's pension program; and

WHEREAS, SWALCO's current authorized agent with IMRF is its legal counsel, Mr. Larry M. Clark; and

WHEREAS, in order to streamline the communication between IMRF and SWALCO it is preferred that the authorized agent for SWALCO be a full time employee of SWALCO.

NOW, THEREFORE, BE IT RESOLVED that:

1. The current Executive Director of SWALCO, Walter Willis, is appointed as the Authorized Agent with IMRF.

Approved this _____ day of _____, 2015.

AYES:

NAYS:

ABSENT:

BY:

ATTEST:

A-3. Revised Capital Replacement Policy and New Cash Balance Policy

ISSUE: Whether to: 1) modify the existing Capital Replacement Fund policy by increasing the amount set aside in that fund from approximately \$104,232 to \$500,000, and 2) establish a Cash Balance Policy.

RECOMMENDATION: SWALCO staff and the Executive Committee recommend approval of the increased set aside for the Capital Replacement Fund, and for the establishment of the recommended Cash Balance Policy.

BACKGROUND: After further discussions with the Executive Committee at its April 16, 2015 meeting and with Mike Ellis (village manager of Grayslake) it was decided to modify this action item to include consideration of amending the Capital Replacement Fund policy concurrent with the consideration of a new policy for the Cash Balance. This is primarily due to the fact that both policies impact each other and need to be considered at the same time to insure we are looking at the bigger picture of SWALCO's capital and cash assets. The Executive Committee reviewed this combined policy item at its meeting on June 4th and recommended that the Board of Directors approve the policies via resolution. Below is background information regarding both policies.

Capital Replacement Fund Policy. On December 11, 2008 the Executive Committee approved the formal establishment of the Capital Replacement Fund. Prior to that date the agency had begun setting aside \$50,000 per year based on the 2006 recommendation of the Finance Committee. The December 11, 2008 action item established a separate fund (previously the money had been left in SWALCO's cash balance fund) and modified the set aside from \$500,000 to \$120,000. The \$500,000 set aside was based on a Capital Item Replacement Table developed by Steve Nelson (see attachment). Our facility is now 13 years old and many of the costs shown in the table are now growing closer as the expected life expectancy of many key features of our facility are now met or soon will be.

While SWALCO has been very diligent in the maintenance of the facility (Steve Nelson takes great care to have our facility inspected and serviced on an ongoing basis) and believes this will pay dividends as key items will likely be functional beyond their life expectancy, it is only a matter of time before we do incur substantial replacement costs. Given that the cash balance at the beginning of this fiscal year was approximately \$2.2 million, now is the appropriate time to recommend we transfer money from this account to the Capital Replacement Fund. Staff is recommending we transfer approximately \$395,768 (this will result in \$500,000 being in the Fund as there is \$104,232 already in it) from the cash balance fund to the Capital Replacement Fund as originally recommended by the Finance Committee in 2006.

Cash Balance Fund Policy. Over the past three years the SWALCO Board of Directors has approved the expenditure of \$80,000 for the RecycleFirstTrashLast education campaign and more recently the expenditure of \$200,000 to keep SWALCO's electronics recycling program operating into 2015. Such expenditures have created a need to have a formal policy regarding the appropriate cash balance that should be maintained by SWALCO for fiscal prudence, so that future expenses, either budgeted or unbudgeted, can be evaluated in relation to a cash balance policy, which we currently do not have.

Walter Willis consulted three Board members, Drew Irvin, Kent Street and Mike Ellis, for feedback and guidance on developing a cash balance policy. Having such policies is standard for most municipalities (see attached document regarding determining appropriate level of unrestricted fund balance) and their expertise was helpful. The attached document outlines several key factors to consider when determining the appropriate amount of the fund balance, including:

- The predictability of revenues and volatility of expenses.
- The perceived exposure to significant one-time outlays.
- The potential for other funds to drain the cash balance resources and the availability of resources in these other funds.
- Liquidity of the fund.
- Any commitments and assignments tied to the fund.

Of these factors the most relevant to SWALCO are the first three – predictability of revenues/expenses, exposure to one-time outlays, and potential for other funds to drain the cash balance. Liquidity is not a significant issue nor do we have future commitments of money that would imperil the fund balance. The predictability of our revenues is most impacted by the finite life of the two in-county landfills, which as of January 1, 2015 was 7 years (Countryside LF) and 13 years (Zion LF) of remaining life. With the landfill revenues representing 64% of our annual revenue this is significant and the fact the landfills will ultimately close must be factored into our fund balance determination. We will receive a host fee of \$0.45 per ton at the Groot Transfer Station when it begins operation in 2016, but that is less than the \$0.95 we receive when the waste is landfilled in Lake County. Looking into the future, if additional transfer stations are sited in Lake County we can expect to receive a similar host fee, but again about half of what we received from the landfills.

If the Executive Committee and Board of Directors ultimately approve increasing the balance of the Capital Replacement Fund to \$500,000 this will help address concerns related to exposure to one-time outlays and the potential for other funds to drain the cash balance. By having such a reserve in the Capital Replacement Fund we minimize our exposure to one-time costs related to our facility by having the money allocated to pay for future replacement needs.

Relevant numbers that need to be considered when developing a cash balance policy include the following:

- Current cash balance: \$2.2 million; approximately \$1,804,232 if money is moved to the Capital Replacement Fund as recommended in this action item
- Annual approved budget expenditures: FY 2015 - \$1,030,905, FY 2014 - \$1,065,145 and FY 2013 - \$1,041,850
- Anticipated revenue for FY 2015: \$1,048,785
- Sources of FY 2015 revenue: landfill surcharge - \$669,000 (64%); O&M fee - \$277,305 (26%); miscellaneous revenue from WMRA agreement, textiles program, hauler licensing and rain barrel/composter sales - \$97,480 (9%); and interest income - \$5,000 (less than 1%).

Given the factors outlined above in setting a fund balance, I am recommending we establish a fund balance of \$1,200,000 as the minimum balance. If we are faced with spending that would lower the fund balance below \$1.2 million, the Finance Committee would reform and be required to develop a plan for stabilizing the fund balance at an appropriate level.

At the April 16, 2015 meeting of the Executive Committee there was discussion regarding the proposed balance (at that time staff had recommended setting the balance at \$1.5 million), and that it is higher than typically set aside by municipal or county government, which is more in the range of 20% to 40% of the annual budget amount. The \$1.2 million would be closer to 120% of SWALCO's annual budget. The factors that have lead staff to recommending such a high fund balance are as follows:

- Unlike municipal and county government, SWALCO's primary funding source, landfill surcharge, is linked to source that has limited life and that will eventually expire once the landfills fill up.
- SWALCO relies on State funding for its HCW program in the range of \$350,000 to \$400,000 per year for the transportation and management of the nearly 600,000 pounds of HCW we collect every year. Reliance on State funding moving forward is very tenuous given the State's dire fiscal situation and this necessities carrying a higher than normal cash balance.
- SWALCO will soon be faced, later this summer, with another key decision on our e-scrap program. If HB 1455 does not play out as hoped and increase the need for more pounds to be collected by collectors such as SWALCO we will be faced with having to provide more funding to keep the program running or shutting down the sites for the rest of the year. If a decision is made to allocate more funding for electronics recycling, the relatively high cash balance we have will continue to be eroded.
- Any alternative we develop once the fund dips below \$1.2 million will likely take 2 to 3 years to investigate and fully implement. The loss of landfill revenue in the next decade being replaced by lower fees from 1 or more transfer stations may result in a loss of nearly \$350,000 per year in revenues. We could quickly see our cash balance dwindle during this key transition time, again another reason for a higher than normal cash balance.

ENCLOSED DOCUMENTS: 1) Capital Item Replacement Table, 2) email from Drew Irvin with article entitled, "Determining the Appropriate Level of Unrestricted Fund Balance in the General Fund", and 3) resolution approving the Capital Replacement Fund and Cash Balance Fund policies.

STAFF: Walter Willis, Executive Director

OFFICE/HCW FACILITY
CAPITAL ITEM REPLACEMENT TABLE
New Construction - April 2002

Item Number	Item Description	Purchase Price est.	Life Expectancy est.	End of Life Replacement Cost*
1	HVAC	\$103,500	15 Yrs.	\$139,297
2	Roofing	\$50,000	15 Yrs.	\$67,293
3	Asphalt Paving	\$105,000	10 Yrs.	\$127,994
4	Site Concrete	\$44,600	15 Yrs.	\$60,026
5	Epoxy Flooring	\$19,000	25 Yrs.	\$31,172
6	(3) Foam Generators	\$15,000	25 Yrs.	\$24,609
7	Backup Generator	\$25,000	15 Yrs.	\$33,647
8	24ft. Box Truck	\$52,000	15 Yrs.	\$69,985
				\$554,023

* End of Life Replacement Cost based on a 2% annual cost escalator

Willis, Walter S.

From: Drew Irvin <dirvin@lakebluff.org>
Sent: Thursday, March 05, 2015 6:00 PM
To: Willis, Walter S.
Subject: GFOA Determining the Appropriate Level of Unrestricted Fund Balance in the General Fund

Determining the Appropriate Level of Unrestricted Fund Balance in the General Fund

Type:

Best Practice

Approved by GFOA's Executive Board:

October 2009

Background:

Accountants employ the term *fund balance* to describe the net assets of governmental funds calculated in accordance with generally accepted accounting principles (GAAP). Budget professionals commonly use this same term to describe the net assets of governmental funds calculated on a government's budgetary basis.¹ In both cases, fund balance is intended to serve as a measure of the financial resources available in a governmental fund.

Accountants distinguish up to five separate categories of fund balance, based on the extent to which the government is bound to honor constraints on the specific purposes for which amounts can be spent: *nonspendable fund balance*, *restricted fund balance*, *committed fund balance*, *assigned fund balance*, and *unassigned fund balance*.² The total of the last three categories, which include only resources without a constraint on spending or for which the constraint on spending is imposed by the government itself, is termed *unrestricted fund balance*.

It is essential that governments maintain adequate levels of fund balance to mitigate current and future risks (e.g., revenue shortfalls and unanticipated expenditures) and to ensure stable tax rates. Fund balance levels are a crucial consideration, too, in long-term financial planning.

In most cases, discussions of fund balance will properly focus on a government's general fund. Nonetheless, financial resources available in other funds should also be considered in assessing the adequacy of unrestricted fund balance (i.e., the total of the amounts reported as committed, assigned, and unassigned fund balance) in the general fund.

Credit rating agencies monitor levels of fund balance and unrestricted fund balance in a government's general fund to evaluate a government's continued creditworthiness. Likewise, laws and regulations often govern appropriate levels of fund balance and unrestricted fund balance for state and local governments.

Those interested primarily in a government's creditworthiness or economic condition (e.g., rating agencies) are likely to favor increased levels of fund balance. Opposing pressures often come from unions, taxpayers and citizens' groups, which may view high levels of fund balance as "excessive."

Recommendation:

GFOA recommends that governments establish a formal policy on the level of unrestricted fund balance that should be maintained in the general fund.³ Such a guideline should be set by the appropriate policy body and should provide both a

temporal framework and specific plans for increasing or decreasing the level of unrestricted fund balance, if it is inconsistent with that policy.⁴

The adequacy of unrestricted fund balance in the general fund should be assessed based upon a government's own specific circumstances. Nevertheless, GFOA recommends, at a minimum, that general-purpose governments, regardless of size, maintain unrestricted fund balance in their general fund of no less than two months of regular general fund operating revenues or regular general fund operating expenditures.⁵ The choice of revenues or expenditures as a basis of comparison may be dictated by what is more predictable in a government's particular circumstances.⁶ Furthermore, a government's particular situation often may require a level of unrestricted fund balance in the general fund significantly in excess of this recommended minimum level. In any case, such measures should be applied within the context of long-term forecasting, thereby avoiding the risk of placing too much emphasis upon the level of unrestricted fund balance in the general fund at any one time.

In establishing a policy governing the level of unrestricted fund balance in the general fund, a government should consider a variety of factors, including:

- The predictability of its revenues and the volatility of its expenditures (i.e., higher levels of unrestricted fund balance may be needed if significant revenue sources are subject to unpredictable fluctuations or if operating expenditures are highly volatile);
- Its perceived exposure to significant one-time outlays (e.g., disasters, immediate capital needs, state budget cuts);
- The potential drain upon general fund resources from other funds as well as the availability of resources in other funds (i.e., deficits in other funds may require that a higher level of unrestricted fund balance be maintained in the general fund, just as, the availability of resources in other funds may reduce the amount of unrestricted fund balance needed in the general fund);⁷
- Liquidity (i.e., a disparity between when financial resources actually become available to make payments and the average maturity of related liabilities may require that a higher level of resources be maintained); and
- Commitments and assignments (i.e., governments may wish to maintain higher levels of unrestricted fund balance to compensate for any portion of unrestricted fund balance already committed or assigned by the government for a specific purpose).

Furthermore, governments may deem it appropriate to exclude from consideration resources that have been committed or assigned to some other purpose and focus on unassigned fund balance rather than on unrestricted fund balance.

Naturally, any policy addressing desirable levels of unrestricted fund balance in the general fund should be in conformity with all applicable legal and regulatory constraints. In this case in particular, it is essential that differences between GAAP fund balance and budgetary fund balance be fully appreciated by all interested parties.

Committee:

Accounting, Auditing, and Financial Reporting
Governmental Budgeting and Fiscal Policy

Notes:

⁴ For the sake of clarity, this recommended practice uses the terms GAAP fund balance and budgetary fund balance to distinguish these two different uses of the same term.

⁵ These categories are set forth in Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which must be implemented for financial statements for periods ended June 30, 2011 and later.

⁶ Sometimes restricted fund balance includes resources available to finance items that typically would require the use of unrestricted fund balance (e.g., a contingency reserve). In that case, such amounts should be included as part of unrestricted fund balance for purposes of analysis.

* See Recommended Practice 4.1 of the National Advisory Council on State and Local Budgeting governments on the need to "maintain a prudent level of financial resources to protect against reducing service levels or raising taxes and fees because of temporary revenue shortfalls or unpredicted one-time expenditures" (Recommended Practice 4.1).

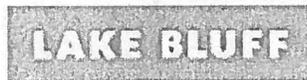
* In practice, a level of unrestricted fund balance significantly lower than the recommended minimum may be appropriate for states and America's largest governments (e.g., cities, counties, and school districts) because they often are in a better position to predict contingencies (for the same reason that an insurance company can more readily predict the number of accidents for a pool of 500,000 drivers than for a pool of fifty), and because their revenues and expenditures often are more diversified and thus potentially less subject to volatility.

* In either case, unusual items that would distort trends (e.g., one-time revenues and expenditures) should be excluded, whereas recurring transfers should be included. Once the decision has been made to compare unrestricted fund balance to either revenues or expenditures, that decision should be followed consistently from period to period.

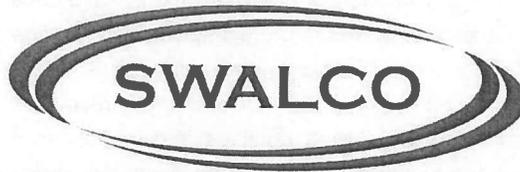
† However, except as discussed in footnote 4, not to a level below the recommended minimum.

Download Best Practice

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**NORTH SHORE LIFE
LAKE BLUFF STYLE**



SOLID WASTE AGENCY OF LAKE COUNTY, IL

RESOLUTION

No. _____

WHEREAS, the Solid Waste Agency of Lake County (SWALCO) was established as Municipal Joint Action Agency in 1991 and has approved an annual budget for its operations since its formation; and

WHEREAS, in 2006 the SWALCO Finance Committee recommended the Agency create a separate Capital Replacement Fund to insure it was adequately planning for updates and improvements to its building and truck, and subsequently in December 2008 such a separate fund was created; and

WHEREAS, the original recommendation of the Finance Committee was to set aside \$500,000, the Agency instead approved initially allocating \$120,000 to the Capital Replacement Fund which currently contains approximately \$104,232 after funds were spent on outside landscaping work in 2013; and

WHEREAS, the beginning cash balance for fiscal year 2015 was approximately \$2,267,810 and based on a request from the SWALCO Board of Directors it was determined the Agency should develop a policy regarding its cash balance to insure adequate working capital and resources to address emergencies and unexpected expenses; and

WHEREAS, the Executive Committee met twice in 2015 to evaluate the Cash Balance Fund and then the Capital Replacement Fund and approved policies for both the Funds for final consideration by the SWALCO Board of Directors

NOW, THEREFORE, BE IT RESOLVED that the SWALCO Board of Directors approves the following policies for the Capital Replacement Fund and the Cash Balance Fund:

1. The Capital Replacement Fund balance shall be increased from \$104,232 to \$500,000, requiring a transfer of the appropriate amount of money from the Cash Balance to the Capital Replacement Fund.
2. If the Cash Balance Fund should reach a balance of less than \$1,200,000 the Board of Directors shall appoint a Finance Committee to develop a plan and recommendations for stabilizing the Cash Balance Fund at an appropriate level.

3. The Executive Director and Executive Committee shall review both fund balances at least annually during the Agency's annual budget process and include an assessment of the fund balances in the action item presented to the Board of Directors to approve the annual budgets.

Approved this _____ day of _____, 2015.

AYES:

NAYS:

ABSENT:

BY:

ATTEST:

A – 4. Elections to the Executive Committee

ISSUE: Whether to elect the four nominees to the Executive Committee for two year terms with an effective date of 2015 to serve until new elections are held for their seats in 2017.

BACKGROUND: The two year terms of four Executive Committee members elected by the Board of Directors expire in April, or until new elections have been held. Following the procedures used in previous years to nominate and elect members of the Executive Committee, information was presented at the April 2015 Board of Directors meeting asking for those interested in serving on the Executive Committee to notify the Executive Director. A subsequent email was sent out asking for nominations as well. The Executive Director did not receive any other nominations except those listed below.

The members of the Executive Committee whose two year terms are expiring are:

Mike Ellis - Grayslake
John Norris - Riverwoods
Nimrod Warda – North Chicago
John Wagener – Green Oaks

All four have indicated a willingness to be elected again for a two year term, and therefore the list of candidates for Executive Committee election for a two year term is:

Mike Ellis - Grayslake
John Norris - Riverwoods
Nimrod Warda – North Chicago
John Wagener – Green Oaks

ENCLOSED DOCUMENTS: None

STAFF: Walter Willis, Executive Director

A – 5. 2015 Electronics Program Update

ISSUE: Whether to approve \$130,000 of supplemental funding to support the projected cost of operating the current electronics program through the end of the year.

RECOMMENDATION: At the June 4, 2015 Executive Committee meeting, after considerable discussion, the Committee approved moving a recommendation to the Board of Directors to transfer no more than \$130,000 from the Agency's reserve balance to fund the electronics program for the remainder of the year, with the condition that staff bring back to the Board no later than November 19th meeting a no cost contract to continue the program into 2016. If staff is unable to secure such a contract for 2016, the Executive Committee has recommended that the program be suspended until such a time that it could resume without direct cost.

BACKGROUND: Since the beginning of 2015, the six regional electronics collection sites that remain open have shipped 1,290,729 pounds of electronics to Dynamic Recycling and eWorks at a cost of \$130,482.29 which is approximately 65% of the \$200,000 budget.

Since the last Executive Committee meeting on April 16, 2015, Staff has transitioned the program to split the six sites between our two vendors while also converting to a lower cost structure. The results of these transitions have lowered our average per pound cost from an average of \$0.12 per pound to \$0.11 per pound. At first look this does not seem to have made much impact, but considering the \$0.01 per pound reduction occurred while the OEM subsidy of \$0.04 per pound ended. The conversion to a lower cost structure has resulted to be an approximate 20% savings.

Utilizing current cost estimates, staff predicts that the remaining program budget balance will be exhausted by early August. Staff estimates that to maintain the current level of service through the end of the year, an additional \$130,000 would need to be allocated to support this program at current levels.

As of now, legislative relief is difficult to predict, however, staff continues to discuss the future of the program with our vendors while also exploring other options. Some options include; continued efforts to reduce cost with our current vendors, searching for new vendors that can support the program at lower cost and site closures.

ENCLOSED DOCUMENTS: SWALCO 2015 Residential Electronics Collection Program 2013 – 2015 Summary; SWALCO Electronics Collection Program 2015 YTD Site Volume and Expense Summary; SWALCO Electronics Collection Program 2015 Program Cost Estimates

STAFF: Peter Adrian, Recycling Coordinator.

SWALCO Electronics Collection Program
2015 Program Cost Estimates

2015	Trailers	Net Weight	Processing Fee	Delivery Fee	Total Fees	Cumulative Total
January	12	199,162	(\$18,370.45)	(\$19,950.00)	(\$31,069.40)	(\$31,069.40)
February	8	148,506	(\$12,608.69)	(\$8,400.00)	(\$15,445.69)	(\$46,515.08)
March	14	256,194	(\$21,833.94)	(\$14,700.00)	(\$26,945.84)	(\$73,460.92)
April	15	269,756	(\$16,002.76)	(\$12,150.00)	(\$25,608.22)	(\$99,069.14)
May	21	417,111	(\$18,813.14)	(\$12,600.00)	(\$31,413.14)	(\$130,482.28)
June	19	323,000	(\$17,100.00)	(\$11,400.00)	(\$28,500.00)	(\$158,982.28)
July	18	306,000	(\$16,200.00)	(\$10,800.00)	(\$27,000.00)	(\$185,982.28)
August	20	340,000	(\$18,000.00)	(\$12,000.00)	(\$30,000.00)	(\$215,982.28)
September	18	306,000	(\$16,200.00)	(\$10,800.00)	(\$27,000.00)	(\$242,982.28)
October	20	340,000	(\$18,000.00)	(\$12,000.00)	(\$30,000.00)	(\$272,982.28)
November	20	323,000	(\$18,000.00)	(\$12,000.00)	(\$30,000.00)	(\$302,982.28)
December	18	289,000	(\$16,200.00)	(\$10,800.00)	(\$27,000.00)	(\$329,982.28)
TOTAL	203	4,225,102	(\$276,869.72)	(\$195,450.00)	(\$329,982.28)	

SWALCO
Electronics Collection Summary
January - May, 2015

Location	Trailers	Net Weight	TV Weight	% of TV	Monitor Weight	% of Monitor	Computer Weight	% of Computer	Other Compliant	% of Other	Non Compliant	% of Non Compliant	Total Process Fee	OEM Credit	Delivery Fee	Total Fees	Processing Cost Per Lbs.	Total Cost Per Lbs.	% of Budget
Waste Management	14	290,243	212,307	73.1%	13,683	4.7%	9,581	3.3%	42,366	14.6%	12,306	4.2%	(\$21,573.33)	\$5,153.35	(\$16,419.98)	(\$29,469.99)	(\$0.08)	(\$0.11)	15%
Grant Township	12	233,134	183,307	78.6%	6,371	2.7%	4,097	1.8%	27,137	11.6%	12,222	5.2%	(\$19,102.36)	\$4,139.60	(\$11,400.00)	(\$26,362.76)	(\$0.08)	(\$0.11)	13%
Wauconda Township	10	178,021	115,070	64.6%	10,902	6.1%	8,238	4.6%	35,114	19.7%	8,697	4.9%	(\$11,218.41)	\$3,382.21	(\$7,836.20)	(\$17,586.20)	(\$0.06)	(\$0.10)	9%
City of Highland Park	8	152,891	57,623	37.7%	9,396	6.1%	13,895	9.1%	49,668	32.5%	22,309	14.6%	(\$3,940.10)	\$3,120.64	(\$819.46)	(\$8,919.46)	(\$0.03)	(\$0.06)	4%
City of Waukegan	9	152,877	109,530	71.6%	4,007	2.6%	1,793	1.2%	26,180	17.1%	11,367	7.4%	(\$11,939.08)	\$3,220.40	(\$8,718.68)	(\$18,468.68)	(\$0.08)	(\$0.12)	9%
YTD TOTAL	70	1,290,729	867,982	67.2%	53,080	4.1%	44,348	3.4%	234,391	18.2%	90,928	7.0%	(\$87,629.00)	\$24,946.73	(\$59,119.51)	(\$130,482.28)	(\$0.07)	(\$0.10)	65%

Memo to the Board of Directors

June 25, 2015

A - 6. Veolia HCW Invoice

ISSUE: Invoice payment.

RECOMMENDATION: Recommend approval

TIMING: Routine

BACKGROUND: Enclosed for payment approval is an invoice from Veolia Environmental Services. Invoice No. 513960310, in the amount of \$10,645.00, is for services provided at the Wauconda Household Chemical Waste collection event held on June 6, 2015. This invoice is being presented to you for approval as the invoice amount exceeds the payment authority of the Executive Director.

Staff hereby requests approval from the Board of Directors to process the attached invoice for immediate payment.

FISCAL IMPACT: \$10,645.00- Fund 930-92000030, Mgmt. Center 71150

ENCLOSED DOCUMENTS: Invoice No. 513960310

STAFF: Steve Nelson, Household Chemical Waste Engineer

Veolia ES Technical Solutions
 5137 Indianapolis Blvd
 East Chicago, IN 46312
 (800) 548-4458
 (219) 392-6704 Kathy Sudac

SERVICE PROVIDED BY:
TECHNICAL SERVICES - CHICAGO, IL

Solid Waste Agency of Lake County
 1311 N Estes Street
 Gurnee, IL 60031
 Attn: Steve Nelson

INVOICE

THIS IS AN INVOICE FOR CURRENT CHARGES. PLEASE PAY
 AMOUNT INDICATED BELOW.

DUE UPON RECEIPT OR PER CONTRACT

ALL PAST DUE AMOUNTS WILL BEAR INTEREST AT 2% PER
 MONTH OR THE MAXIMUM RATE ALLOWED BY LAW,
 WHICHEVER IS LESS.

INVOICE NUMBER	INVOICE DATE	PAGE
513960310	06/17/15	1 of 1

PO #150761

Service Date: 6/6/15

Description	Unit	Quantity	Rate	Amount
<u>Labor</u>				
Mobilization of base labor force	Each	1.00	\$ 7,500.00	\$ 7,500.00
Addition of Chemist from Base (1)	Hours	9.00	\$ 50.00	\$ 450.00
Addition of Technicians from Base (2)	Hours	18.50	\$ 45.00	\$ 832.50
Additional Hours Supervisor from Base	Hours	0.00	\$ 60.00	\$ -
Additional Hours Chemist from Base	Hours	0.00	\$ 50.00	\$ -
Additional Hours Technician from Base	Hours	0.00	\$ 45.00	\$ -
<u>Veolia Staff</u>				
Additional Chemist	Gurnee Hours	0.00	\$ 50.00	\$ -
Additional Technician	Gurnee Hours	2.50	\$ 45.00	\$ 112.50
Field Supervisor	Gurnee Hours	2.50	\$ 60.00	\$ 150.00
<u>Semi Truck</u>				
	Each	1.00	\$ 1,200.00	\$ 1,200.00
<u>Box Truck</u>				
	Each	1.00	\$ 400.00	\$ 400.00

REMIT TO ADDRESS:

Veolia ES Technical Solutions
 P.O. BOX 73709
 CHICAGO, ILLINOIS 60673-7709

PLEASE PAY THIS AMOUNT	\$ 10,645.00
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ORIGINAL INVOICE

WE APPRECIATE YOUR BUSINESS!

INFORMATION ITEMS

Memo to the Board of Directors

June 25, 2015

I – 1. Lake County Health Department Report

LAKE COUNTY HEALTH DEPARTMENT &
COMMUNITY HEALTH CENTER
Population Health Services
Solid Waste Unit

DATE: June 16, 2015
TO: Walter S. Willis, Executive Director
SWALCO Board of Directors
FROM: Michael F. Kuhn, Solid Waste Unit Coordinator
RE: Solid Waste Inspection/Enforcement Program Report

Active Landfills

Countryside Landfill: No new construction projects are occurring at this time. A horizontal gas collection trench was installed in April/May along the north side of Cell 4 adjacent to the old existing site to address gas and odors in the area. A horizontal collection trench was also installed along the west side of the south end of Cell 5B for gas and odor control. The trench was not extended as far to the east as had originally been planned due to soil stockpiles on the south bank. The area continues to be closely monitored for odors. There were no exceedances of the hydrogen sulfide standards during the construction or since the last exceedance was reported in February 2015. The Genco power plant is operating three turbines and is using approximately 3,650 scfm of landfill gas. The two landfill flares are only used when the Genco plant is down for maintenance or repairs. The landfill received 43,940 tons of waste in May. No unauthorized wastes were observed in the incoming loads or at the active face. No gypsum fines were observed in the wood waste stockpiles. In May, 817,436 gallons of leachate were removed from the site. There have been no off-site odors reported from the Prairie Crossing Subdivision since April 4th. One complaint was received on May 28th for odors at the intersection of Route 137 and Casey Road.

Advanced Disposal Services Zion Landfill: Clay continues to be excavated from Cell 9. Some of the clay is being applied to Cells 1, 4 and part of Cell 5 to bring the grade to the correct elevation for final cover installation which is expected to be completed by early fall. Clay that is not used for the project is being stockpiled on property north of the landfill. All of the gas collection wells were on-line and there were no issues with the gas collection system. Water trucks are being used to control dust from the construction area and truck traffic. The co-generation plant is burning approximately 1,725 scfm of landfill gas and the flare is burning approximately 2,150 scfm. No unauthorized wastes were observed in the incoming loads or at the active face. In May, the landfill received 79,582 tons of wastes and removed 734,084 gallons of leachate. The USDA's bird control program remains on-going. There were two odor complaints in April, three in May and two in June. The perimeter odor neutralizer system is operating.

Compost Facilities (latest inspection summaries)

DK Lake Bluff Compost Facility was in compliance. The south end of the site held piles of unscreened finished compost, screened finished compost and screened leaf mulch. The north end of the site held one windrow, approximately 40 ft. long by 25 ft. wide by 10 ft. high. Site conditions were good. On site odors were typical for a compost operation. No off-site odors were detected.

Lake Forest Recycling & Compost Center is in compliance. Eight windrows were on-site. They were approximately 200 ft. long by 6 to 14 ft. wide and 3 to 8 ft. high. Windrow temperatures ranged from 120° F. to 142° F. There were no odors detected off-site. The surface conditions were satisfactory.

Lake Bluff Municipal #2 Compost Facility is in compliance. Three windrows were on-site. They were approximately 115 ft. long, 15 ft. wide and 6 to 8 ft. high. The internal temperature was 140° F. Surface conditions were satisfactory.

Mariani Landscape Design Compost Facility is in compliance. There was one leaf "brick" on-site that measure 130 ft. long by 70 ft. wide by 10 ft. high. A second pile of screened leaf mulch was also on site. This pile measure 40 ft. long by 20 ft. wide by 10 ft. high. No odors were detected off site. Surface conditions were satisfactory.

Midwest Organics Recycling, LLC located near Wauconda was in compliance. Approximately 180 cubic yards of food scraps are received each week. The north central portion of the site held thirteen windrows which varied in length from 200 – 400 feet, 15 feet wide and 7-10 feet high. Nine of the windrows had been recently turned. The four remaining windrows contained a mix of recently processed material and older composting material. The northwest portion held five windrows of similar size at approximately 250 feet long, 10 feet wide and 6 feet high. All windrows appeared to be in similar stage of decomposition based on particle size and color. The northeast portion held seven windrows of similar size at 160 feet long, 10 feet wide and 4 feet high. The southern central portion of the site held fourteen windrows measuring between 200-500 feet long, 10-15 feet wide and 6-10 feet high. The internal temperature of the windrows on the site varied between 108 – 162° F. The southeast portion held a single windrow of processed material and a stockpile of stable waste. The windrow measured approximately 225 feet long, 10 feet wide and 6 feet high. The stable waste stockpile was similar in length at 225 feet but wider at 25 feet and greater than 10 feet high. The asphalt pad drop off area which held an estimated 40 cubic yards of landscape waste, i.e., grass clippings, tree trimmings and brush. The site surface was in found to be in good condition with no significant depressions or ruts. Odors detected during the inspection were typical for the operations conducted. No off site odors were detected.

Nu-Earth Organics located in Waukegan remains out of compliance. The facility continues to manage the on-site materials but has not accepted landscape wastes or food scraps since July 2013. The State's Attorney's Office is handling the enforcement case.

Perricone Bros LW Compost located near Volo is in compliance. The permitted site held nine windrows which varied in length from 200 – 265 feet, 18 feet wide and 4-6 feet in height.

Centrally located on site were two windrows which contained recently processed material. The windrows had an internal temperature of 146° F. The site surface was in good condition with no depressions or litter. On-site odors were typical for a compost operation. No off-site odors were detected.

Schmetchig Landscape Company located near Mundelein is in compliance. The permitted compost pad held five windrows. The three windrows along the southern boundary measured between 65 and 150 feet in length with similar width and height at 15 feet and 8 feet respectively. The internal temperature was consistently at 145° F. The two northern windrows were similar at 75 feet long, 18 feet wide and 8 feet high. The internal temperatures of these windrows varied between 110° F. and 124° F. A stockpile of tree trimmings, leaves and brush were located on the northeast portion of the site. No odors were detected downwind from the permitted area. The site surface was found to be in good condition with no deep depressions or errant litter.

Van Zeltz Landscape Development located near Wadsworth is in compliance. The site is averaging 95 to 100 cubic yards of landscape wastes per week, brought in by their own crews. The site held 7 windrows. The western portion of the site held a windrow containing a mix of grass clippings, tree trimmings and brush. The windrow measured roughly 75 feet long 15 feet wide with a height varying 4-8 feet. The center portion of the site held various stockpiles of screened leaf mulch, compost and soil. On the eastern portion of the site was a single windrow of older composting material (Photo 2). This windrow measured 120 feet long 20 feet and 10 feet high. The site surface was generally in good condition. Odors typical for this type of operation were detected on site. No odors were detected off site.

Whole Earth Organics, LLC located near North Chicago is in compliance. The compost area has ten windrows and two material stockpiles one at the east and one at the west side. The windrows were all of similar size and composition. These windrows measured 8-10 feet in width x 6-8 feet in height. The piles were approximately 200 feet in length. Several of the windrows appear to have been recently turned. These turned piles had stronger odors associated with them. The stockpiles were irregular in shape, measuring approx. 100 feet in length and having heights up to 12 feet. The south end of the site held piles of finished compost, and leaf mulch. Both materials were present in screened and un-screened form. Surface conditions were satisfactory. Slight to moderate odors were noticed off-site downwind of the facility, likely related to the recently turned windrows.

Waukegan Landscape Waste Compost Facility is in compliance. The finished leaf compost is being screened and placed into several smaller piles. The remaining stockpile to be processed measured approximately 20 feet by 100 feet. Internal temperatures ranged from 88° - 148° F. Odors typical for composting leaves were noticed on site. The odors diminished away from the stockpile. No odors were detected beyond the property line of the facility. No significant litter or standing water was observed.

Landscape Waste Transfer Stations:

The landscape wastes are required to be transported off-site within 24 hours of receipt. No odors complaints have been reported for any of the sites. The Zion transfer facility closed in May 2015. All of the following facilities are in compliance based on the last inspections.

Aspen Valley Landscape Supply/Waukegan
Eco Materials, Inc./Waukegan
Highland Park Yard Waste
Lake Forest Recycling and Compost and Transfer Center
Mariani Landscape Design/Lake Bluff
Menoni & Mocogni Inc./Highland Park
Oak Development LLC/Lake Bluff
Perricone Brothers Landscaping, Inc./Volo
Zion Municipal-Closed in May 2015

Construction & Demolition Debris Processing/Transfer Facilities:

ARS Acquisitions, LLC was issued a violation notice, dated January 7, 2015, for not processing general construction and demolition debris within the timeframes required by their permit and applicable regulations. A compliance commitment agreement (CCA) to resolve the violations has been accepted. The CCA requires management practices and tracking by ARS to document the construction and demolition debris cycles through the facility within the 6 month time frame. The CCA requires the facility to be back in compliance by June 19, 2015.

Household Chemical Waste Collection Facilities:

Solid Waste Agency of Lake County HCW facility is in compliance. The warehouse was clean and organized as were the four storage areas, No. 1 north and south that contained flammables & combustibles, No. 2 that contained pesticides, No. 3 that contained latex paint and oxidizers and No. 4 that contained corrosives i.e., drain cleaners. There was no evidence of any HCW release or spillage in the storage bays or in the collection trenches. The processing room contains the paint can crusher and is also the consolidation area for oils and gasoline. The exterior of the facility was clean without any litter or evidence of spills. Records were found to be in order.

Lincolnshire/Riverwoods Fire Protection District HCW facility is in compliance. A small room located on the east side of the fire department building serves as the temporary storage facility. Within this room are fixed storage cabinets and two portable cabinets. The cabinets were all in good operational condition. The contents of these cabinets corresponded to the inventory sheets reviewed earlier. There were no odors or evidence of leaks or spills in or around the storage area.

Other Permitted Facilities

NSSD-Sludge Drying Facility is in compliance.
Medmentum PIMW Facility is in compliance.

DIGITAL PHOTOGRAPH PHOTOCOPIES



View of windrows and well maintained surface at the Lake Forest Compost Facility.



SWALCO HCW Facility storage area #1 designated for storing flammable and combustible chemical wastes. The wastes are stored in Clean Pak Flap Top containers until picked up for disposal by Heritage Environmental Services, LLC.

I – 2. HCW Program Update

BACKGROUND: As of June 18th, SWALCO has conducted 15 of the 30 Household Chemical Waste (HCW) collection events proposed for FY 2015. The Program continues to operate without incident, overall participation rates remain solid and waste volumes have increased. The public drop-off events take place year round while the mobile events are seasonal starting up in April and concluding in November.

A new addition to the HCW Program is the Pharmaceutical Segregation program which started up in February. As of June 18th, we have conducted six Pharmaceutical Segregation “events” which occur monthly at our facility. The attached chart shows the participating municipal police departments, the total pounds of pharmaceuticals delivered, the total volume of controlled substances collected and the estimated street value.

The following tables summarize the results of the events conducted as of June 18th.

Round Lake Beach – Metra Train Station – April 25th			
Item	2015 Results	2012 Results	Difference
Vehicles/Households	400/442	654/711	- 254 cars
Round Lake Area Residents	78 (20%)	155 (24%)	-77 residents
1 st Timers	84 (21%)	237 (36%)	- 153

Vernon Hills - Metra Train Station – May 16th			
Item	2015 Results	2014 Results	Difference
Vehicles/Households	743/809	680/767	+ 63 cars
Vernon Hills Residents	201 (27%)	190 (28%)	+ 11 residents
1 st Timers	262 (35%)	143 (21%)	+ 119

Wauconda – Wauconda High School – June 6th			
Item	2015 Results	2013 Results	Difference
Vehicles/Households	551/621	525/593	+ 26 cars
Wauconda Residents	190 (35%)	177 (34%)	+ 13 residents
1 st Timers	197 (36%)	185 (35%)	+ 12

SWALCO’s Public Drop-off Events (Dec. - May)			
Item	# of Events	Vehicles Served	% Design Capacity
Dec. 2014 thru June 18, 2015	12	1,596	89%
Dec. 2013 thru May 2014	10	1,150	77%

ENCLOSED DOCUMENTS: 2015 Pharma-Disposal Drop Off Program Data

STAFF: Steve Nelson, Household Chemical Waste Engineer

2015

Municipal Pharmaceutical Collections
SWALCO

Total Pounds Collected =

4262.70

Total Controlled Pounds Collected =

29.70

Estimated Street Value =

\$338,437.00

Actual Collection Dates & Data

Municipalities	Pharmacist IBS for Pres. Rec'd Collection Event	Actual Collection Dates & Data												
		26-Feb	10-Mar	26-Mar	15-Apr	30-Apr	28-May	25-Jun	30-Jul	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15
		Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected	Total Collected
1. Antioch Police Department	168	-	-	-	-	-	-	-	-	-	-	-	-	-
2. Deerfield Police Department	316	-	-	-	-	980.00	1.70	-	-	-	-	-	-	-
3. Fox Lake Police Department	170	-	-	-	-	-	-	246.60	1.01	-	-	-	-	-
4. Grayslake Police Department	180	-	-	-	266.00	-	1.10	-	-	-	-	-	-	-
5. Hawthorn Woods Police Department	40	-	-	-	-	-	-	-	-	-	-	-	-	-
6. Highland Park Police Department	650+	-	897.50	7.50	-	-	-	-	-	-	-	-	-	-
7. Island Lake Police Department pending		-	-	-	-	-	-	-	-	-	-	-	-	-
8. Lake Bluff Police Department	600+	-	-	-	-	-	-	292.00	0.96	-	-	-	-	-
9. Lake County's Sheriff's Office pending		-	-	-	-	-	-	-	-	-	-	-	-	-
10. Lake Forest Police Department	400	-	-	276.40	1.60	-	-	-	-	-	-	-	-	-
11. Lake Villa Police Department pending		-	-	-	-	-	-	-	-	-	-	-	-	-
12. Lake Zurich Police Department	200	-	-	-	222.00	0.95	-	-	-	27.40	0.11	-	-	-
13. Lakewood Police Department	32	-	-	-	-	-	-	-	-	-	-	-	-	-
14. Libertyville Police Department	100	408.80	6.50	-	-	-	-	-	-	-	-	-	-	-
15. Lindenhurst Police Department		-	-	-	-	-	-	-	-	-	-	-	-	-
16. Mundelein Police Department	206	-	-	-	221.90	0.95	-	938.60	1.90	-	-	-	-	-
17. Round Lake Beach Police Department	200	-	-	-	-	-	-	-	-	-	-	-	-	-
18. Round Lake Park Police Department	60	-	-	-	-	-	-	-	-	-	-	-	-	-
19. Round Lake Police Department	2	-	-	-	-	-	-	-	-	-	-	-	-	-
20. Vernon Hills Police Department	300	153.20	3.10	-	-	-	-	-	-	-	-	-	-	-
21. Wauconda Police Department	Other Method	-	-	-	-	-	-	-	-	-	-	-	-	-
22. Waukegan Police Department		-	-	-	-	-	-	-	-	-	-	-	-	-
23. Winthrop Harbor Police Department	10	-	-	-	-	-	-	-	-	31.60	0.19	-	-	-
24. Zion Police Department	202	-	-	203.20	1.40	-	-	-	-	-	-	-	-	-
Total Pounds	2586	669.99	9.00	1339.60	3.00	787.90	3.60	710.99	3.60	787.90	3.60	729.60	3.00	0.00

Estimated Street Value Per Event

\$65,887

\$51,476

\$50,225

\$55,100

\$53,026

\$52,723

I – 3. 1st Quarter 2015 Recycling and Per Ton Payment Report and 2014 Per Capita Disposal Rate Summary

BACKGROUND: Attached are the reported tabulations of residential recyclables and waste for the first quarter of 2015. Tonnage totals are reported by quarter for the calendar year. The information is provided by refuse hauling companies servicing residential customers in Lake County.

The 2013 and 2014 tonnage figures are listed for comparison purposes. The first three months of 2015 illustrate that 12,904.15 tons of recyclables were collected from Lake County communities. Compared to previous year's first quarter totals, Lake County communities have experienced a 4.5% decrease in recycling volume as compared to the same period of 2014 (13,516.45 tons). Waste generation rates also declined during this same period, though slightly less (2.4%). Overall, the volume of both waste and recycling collected during this period has declined by nearly 3% from the same period of 2014.

Staff attributes the decline in both streams to extreme weather conditions in the first quarter of 2015. This trend is illustrated in the attached Waste and Recycling Comparison table.

Market values, for all recyclable commodities are at 5 year record lows. This trend has unfortunately continued into the second quarter. Due to this weakening, Agency Member Per Ton Payments, declined to \$4.50 per ton for January and then dropped to zero for February and March. Staff does not expect a rebound in the market to occur in the second quarter.

With the index dropping below \$65 for February and March, the Agency will only receive the \$1 per ton education bonus from Waste Management Recycle America for the volume directed to them during the month January (\$3,520.52).

Also attached is the 2014 Per Capita Disposal Rate summary table. Data from this table is now posted at <http://www.swalco.org/Recycling/RecyclingTaskforce/Pages/default.aspx#> on the SWALCO web site. Please take a moment to review the specific content for your community. Pete Adrian will be contacting each member in the coming weeks to confirm that their information listed on this page is updated to reflect any changes that have occurred in the past year. Staff will discuss this information in greater detail at the meeting.

ENCLOSED DOCUMENTS: Municipal Summary Table – 1st Quarter 2015 Recycling Summary; Municipal Summary Table – 1st Quarter 2015 Waste Disposal Summary; Waste and Recycling Comparison Table 1st Quarter 2013 - 2015; SWALCO Members Per Ton Payment Summary 1st Qtr. 2015, Quarterly Single Stream Value Calculation for SWALCO Contract Rebate Q1 2015; SWALCO Members 2014 per Capita Disposal Rates table.

STAFF: Peter Adrian, Recycling Coordinator.

Solid Waste Agency of Lake County
Municipal Recycling Summary
1st Quarter 2015
(as reported by haulers)

MUNICIPALITY	SERVICE PROVIDER	Jan	Feb	Mar	1st Qtr	1st Qtr	1st Qtr
		2015	2015	2015	2015	2014	2013
					TOTAL	TOTAL	TOTAL
ANTIOCH*	Waste Management, Inc. Antioch	92.40	67.00	89.40	248.80	296.20	286.30
BANNOCKBURN*	Lakeshore Recycling Systems	7.05	6.39	7.31	20.75	14.71	
BEACH PARK*	Advanced Disposal Services. Waukegan	55.42	60.98	57.65	174.05		
BEACH PARK	Waste Management, Inc. Antioch					6.30	6.10
BEACH PARK	Groot Industries					90.86	89.03
BEACH PARK*	TOTAL	55.42	60.98	57.65	174.05	97.16	95.13
DEERFIELD*	Waste Management, Inc. Wheeling	197.45	161.45	193.27	552.17	664.66	607.47
DEER PARK*	Groot Industries	35.75	32.66	41.19	109.60	99.63	117.29
FOX LAKE*	Waste Management, Inc. Antioch	45.50	37.10	52.10	134.70	158.80	153.10
GRAYSLAKE*	Waste Management, Inc. Antioch	173.50	132.30	160.60	466.40	553.80	530.00
GRAYSLAKE Drop-Off	Waste Management, Inc. Antioch	5.30	0.00	7.50	12.80	14.94	19.46
GRAYSLAKE*	TOTAL	178.80	132.30	168.10	479.20	568.74	549.46
GREEN OAKS*	Groot Industries	38.19	32.83	39.80	110.82	117.36	133.68
GURNEE*	Waste Management, Inc. Antioch	201.70	170.10	207.90	579.70	717.60	692.70
HAINESVILLE*	Advanced Disposal Services. Waukegan	21.38	20.20	19.96	61.54	66.99	72.40
HAWTHORN WOODS*	Waste Management, Inc. Wheeling	106.05	81.36	99.16	286.57	348.99	297.77
HIGHLAND PARK*	Advanced Disposal Services. Northbrook	347.00	309.00	380.00	1,036.00	1,052.91	1,011.64
HIGHWOOD*	Advanced Disposal Services. Northbrook	31.60	27.00	30.75	89.35	83.14	71.63
ISLAND LAKE*	Waste Management, Inc. Antioch	82.80	61.90	70.60	215.30	251.60	240.90
KILDEER*	Waste Management, Inc. Wheeling	54.78	41.25	40.76	136.79	156.30	133.23
LAKE BARRINGTON*	Waste Management, Inc. Antioch	39.50	32.20	38.10	109.80	127.70	123.40
LAKE BLUFF*	Groot Industries	57.41	56.14	75.11	188.66	216.73	215.53
LAKE BLUFF Drop-Off	Groot Industries	7.02	3.08	4.78	14.88	13.26	19.22
LAKE BLUFF*	TOTAL	64.43	59.22	79.89	203.54	229.99	234.75
LAKE FOREST*	Municipal Collection	239.09	190.08	248.53	677.70	678.17	667.17
LAKE VILLA*	Waste Management, Inc. Antioch	50.20	30.00	35.40	115.60	135.00	113.80
LAKE ZURICH*	Waste Management, Inc. Wheeling	219.35	172.60	217.16	609.11	635.33	617.56
LIBERTYVILLE*	Groot Industries	166.87	149.37	195.35	511.59	536.73	554.70
LINCOLNSHIRE*	Waste Management, Inc. Wheeling	67.14	53.05	54.96	175.15	238.39	192.42
LINDENHURST*	Groot Industries	121.73	99.73	136.56	358.02	360.23	337.53
LONG GROVE*	Waste Management, Inc. Wheeling	92.52	70.49	88.29	251.30	295.73	227.77
MUNDELEIN*	Groot Industries	250.31	179.01	214.71	644.03	662.07	696.38
NORTH BARRINGTON	Waste Management, Inc. Antioch	38.10	31.50	34.20	103.80	120.60	116.80
NORTH CHICAGO*	Advanced Disposal Services. Waukegan	18.22	27.13	34.58	79.93	191.34	164.70
GLNTC Housing*	Advanced Disposal Services. Waukegan	41.75	22.52	34.89	99.16	82.75	
GLNTC Housing	Waste Management, Inc. Antioch						40.90
GLNTC Housing*	TOTAL	41.75	22.52	34.89	99.16	82.75	40.90
PARK CITY*	Groot Industries	8.18	7.62	9.08	24.88	25.44	25.08
PORT BARRINGTON*	Waste Management, Inc. Antioch	7.60	6.80	9.20	23.60	28.20	24.00
RIVERWOODS*	Lakeshore Recycling Systems	48.46	27.61	46.68	122.75	87.60	95.43
ROUND LAKE*	Waste Management, Inc. Antioch	128.20	97.10	118.70	344.00	410.90	392.00
ROUND LAKE BEACH*	Waste Management, Inc. Antioch	179.20	131.90	150.20	461.30	558.10	538.20
ROUND LAKE HEIGHTS*	Groot Industries	18.97	12.01	13.56	44.54	54.03	56.41
ROUND LAKE PARK*	Advanced Disposal Services. Waukegan						24.50
ROUND LAKE PARK*	Groot Industries	25.17	22.47	27.17	74.81	77.25	47.62
ROUND LAKE PARK*	Waste Management, Inc. Antioch	25.90	21.70	26.00	73.60	87.90	84.90
ROUND LAKE PARK*	TOTAL	51.07	44.17	53.17	148.41	165.15	157.02
THIRD LAKE*	Waste Management, Inc. Antioch	11.10	8.40	8.00	27.50	31.40	30.50
TOWER LAKES*	Waste Management, Inc. Antioch	10.90	7.30	8.80	27.00	32.10	31.10
VERNON HILLS*	Advanced Disposal Services. Waukegan	183.95	130.96	187.27	502.18	486.22	496.20
VOLO*	Groot Industries	33.91	25.87	38.04	97.82	77.07	
WADSWORTH*	Groot Industries	21.18	17.04	17.99	56.21	84.75	87.64
WADSWORTH*	Waste Management, Inc. Antioch	0.07	0.06	0.07	0.20	2.30	
WADSWORTH*	PrairieLand Disposal					0.97	
WADSWORTH*	Lakes Disposal	2.20	2.20	2.50	6.90	6.88	
WADSWORTH*	Advanced Disposal Services. Waukegan	3.26	2.99	3.34	9.59	2.38	
WADSWORTH*	TOTAL	26.71	22.29	23.90	72.90	97.28	87.64
WAUCONDA*	Waste Management, Inc. Antioch	79.40	62.70	73.60	215.70	252.60	239.80
WAUKEGAN*	Advanced Disposal Services. Waukegan	343.72	262.07	345.36	951.15	624.15	666.70
WINTHROP HARBOR*	Groot Industries	59.18	37.38	42.00	138.56	137.01	138.27
ZION*	Advanced Disposal Services. Waukegan	114.31	88.55	102.23	305.09	189.48	124.00
LAKE COUNTY	Groot Industries	145.19	132.81	169.08	447.08	390.85	466.28
LAKE COUNTY	Advanced Disposal Services. Waukegan	5.56	4.92	6.01	16.49	34.49	
LAKE COUNTY	Waste Management, Inc. Antioch	236.90	188.40	204.80	630.10	743.00	709.00
LAKE COUNTY	Waste Management, Inc. Wheeling	47.78	37.09	44.16	129.03	132.56	139.03
LAKE COUNTY	TOTAL	435.43	363.22	424.05	1,222.70	1,300.90	1,314.31
TOTALS		4,645.37	3,694.37	4,564.41	12,904.15	13,516.45	12,967.24

*Municipalities Utilizing Recycling Carts

Solid Waste Agency of Lake County
Municipal Waste Disposal Summary
1st Quarter 2015
(as reported by haulers)

MUNICIPALITY	SERVICE PROVIDER	Jan 2015	Feb 2015	Mar 2015	1st Qtr 2015 TOTAL	1st Qtr 2014 TOTAL	1st Qtr 2013 TOTAL
ANTIOCH*	Waste Management, Inc. Antioch	203.30	171.50	217.70	592.50	633.00	671.20
BANNOCHKBURN*	Lakeshore Recycling Systems	18.93	18.46	34.07	71.46	78.42	
BEACH PARK*	Advanced Disposal Services. Waukegan	343.61	266.58	307.21	917.40		
BEACH PARK	Waste Management, Inc. Antioch					50.20	53.30
BEACH PARK	Groot Industries					430.04	457.51
BEACH PARK*	TOTAL	0.00	0.00	0.00	917.40	480.24	510.81
DEERFIELD*	Waste Management, Inc. Wheeling	363.07	304.37	392.29	1,059.73	1,057.68	1,092.28
DEER PARK*	Groot Industries	86.15	70.82	93.33	250.30	231.11	234.39
FOX LAKE*	Waste Management, Inc. Antioch	117.00	102.30	153.50	372.80	356.70	398.10
GRAYSLAKE*	Waste Management, Inc. Antioch	352.00	308.30	368.20	1,028.50	1,087.20	1,127.10
GRAYSLAKE Drop-Off	Waste Management, Inc. Antioch	0.00	0.00	0.00	0.00	0.00	0.00
GRAYSLAKE*	TOTAL	352.00	308.30	368.20	1,028.50	1,087.20	1,127.10
GREEN OAKS*	Groot Industries	85.76	72.71	94.28	252.75	357.35	325.17
GURNEE*	Waste Management, Inc. Antioch	433.40	368.10	450.50	1,252.00	1,318.00	1,397.60
HAINESVILLE*	Advanced Disposal Services. Waukegan	63.10	51.76	60.27	175.13	159.07	200.20
HAWTHORN WOODS*	Waste Management, Inc. Wheeling	234.46	162.96	206.30	603.72	588.86	519.31
HIGHLAND PARK*	Advanced Disposal Services. Northbrook	517.00	436.00	529.00	1,482.00	1,433.14	1,357.11
HIGHWOOD*	Advanced Disposal Services. Northbrook	97.64	82.74	93.67	274.05	250.24	207.26
ISLAND LAKE*	Waste Management, Inc. Antioch	170.30	139.20	160.00	469.50	494.00	507.80
KILDEER*	Waste Management, Inc. Wheeling	103.39	87.12	91.73	282.24	320.07	293.61
LAKE BARRINGTON*	Waste Management, Inc. Antioch	101.60	80.60	90.90	273.10	291.50	287.50
LAKE BLUFF*	Groot Industries	113.35	79.19	125.04	317.58	295.61	299.82
LAKE BLUFF Drop-Off	Groot Industries	12.58	10.91	12.07	35.56	34.65	34.08
LAKE BLUFF*	TOTAL	125.93	90.10	137.11	353.14	330.26	333.90
LAKE FOREST*	Municipal Collection	521.92	393.12	535.53	1,450.57	1,345.66	1,366.43
LAKE VILLA*	Waste Management, Inc. Antioch	66.50	50.30	68.40	185.20	197.90	195.70
LAKE ZURICH*	Waste Management, Inc. Wheeling	406.03	345.97	417.41	1,169.41	1,373.89	1,234.90
LIBERTYVILLE*	Groot Industries	360.52	280.97	350.74	992.23	1,231.06	1,185.65
LINCOLNSHIRE*	Waste Management, Inc. Wheeling	173.69	112.77	145.76	432.22	510.81	535.24
LINDENHURST*	Groot Industries	324.97	282.03	403.66	1,010.66	1,000.07	922.73
LONG GROVE*	Waste Management, Inc. Wheeling	262.12	186.53	241.91	690.56	705.64	612.06
MUNDELEIN*	Groot Industries	607.12	488.55	604.02	1,699.69	1,610.54	1,640.60
NORTH BARRINGTON	Waste Management, Inc. Antioch	100.90	76.60	110.60	288.10	296.90	507.80
NORTH CHICAGO*	Advanced Disposal Services. Waukegan	321.61	284.84	386.67	993.12	919.67	930.20
GLNTC Housing	Waste Management, Inc. Antioch						271.00
GLNTC Housing*	Advanced Disposal Services. Waukegan	69.43	54.63	64.57	188.63	214.03	
GLNTC Housing*	TOTAL	69.43	54.63	64.57	188.63	214.03	271.00
PARK CITY*	Groot Industries	29.66	16.76	30.61	77.03	76.00	69.63
PORT BARRINGTON*	Waste Management, Inc. Antioch	21.10	17.70	25.50	64.30	68.60	72.70
RIVERWOODS*	Lakeshore Recycling Systems	118.42	85.15	106.11	309.68	278.46	289.79
ROUND LAKE*	Waste Management, Inc. Antioch	366.20	314.80	372.80	1,053.80	1,126.40	1,146.70
ROUND LAKE BEACH*	Waste Management, Inc. Antioch	484.90	413.30	544.60	1,442.80	1,536.40	1,605.60
ROUND LAKE HEIGHTS*	Groot Industries	71.61	50.30	57.69	179.60	192.24	192.19
ROUND LAKE PARK*	Advanced Disposal Services. Waukegan						63.20
ROUND LAKE PARK*	Groot Industries	96.46	78.70	103.82	278.98	289.15	164.61
ROUND LAKE PARK*	Waste Management, Inc. Antioch	51.90	40.00	58.00	149.90	159.90	108.10
ROUND LAKE PARK*	TOTAL	148.36	118.70	161.82	428.88	449.05	335.91
THIRD LAKE*	Waste Management, Inc. Antioch	26.30	24.50	37.20	88.00	93.60	98.90
TOWER LAKES*	Waste Management, Inc. Antioch	24.20	22.60	31.00	77.80	81.20	84.60
VERNON HILLS*	Advanced Disposal Services. Waukegan	505.52	380.87	508.03	1,394.42	1,355.54	1,224.10
VOLO*	Groot Industries	93.50	84.71	114.50	292.71	274.38	
WADSWORTH*	Groot Industries	74.24	53.39	64.38	192.01	380.73	407.76
WADSWORTH*	Waste Management, Inc. Antioch	2.10	1.60	2.20	5.90	3.00	
WADSWORTH*	Paireieland Disposal					3.14	
WADSWORTH*	Lakes Disposal	6.70	6.70	7.10	20.50	17.24	
WADSWORTH*	Advanced Disposal Services. Waukegan	25.62	21.53	26.43	73.58	25.69	
WADSWORTH*	TOTAL	108.66	83.22	100.11	291.99	429.80	407.76
WAUCONDA*	Waste Management, Inc. Antioch	196.60	155.00	216.00	567.60	606.00	642.30
WAUKEGAN*	Advanced Disposal Services. Waukegan	1,533.95	1,221.21	1,606.31	4,361.47	4,347.62	4,842.00
WINTHROP HARBOR*	Groot Industries	166.12	113.29	133.00	412.41	498.33	500.13
ZION*	Advanced Disposal Services. Waukegan	480.91	387.06	545.29	1,413.26	1,549.96	1,373.10
LAKE COUNTY	Advanced Disposal Services. Waukegan	45.63	39.42	52.68	137.73	348.03	414.60
LAKE COUNTY	Groot Industries	577.65	483.80	620.94	1,682.39	1,643.91	1,890.12
LAKE COUNTY	Waste Management, Inc. Antioch	1,230.80	977.70	1,264.50	3,473.00	3,598.40	3,557.30
LAKE COUNTY	Waste Management, Inc. Wheeling	111.48	97.61	103.87	312.96	311.34	265.82
LAKE COUNTY	TOTAL	1,965.56	1,598.53	2,041.99	5,606.08	5,901.68	6,127.84
TOTALS		12,629.41	10,191.05	13,134.68	36,872.54	37,778.27	37,878.90

*Municipalities Utilizing Recycling Carts

Lake County Residential Waste & Recycling Comparison 1st Quarter 2013 - 2015



SWALCO PER TON PAYMENT SUMMARY
1st QUARTER 2015
 (as reported by haulers)

\$215.01 - 25% (\$53.75) = \$161.26 (\$1,252.25 balance due to County for O&M on 1,306 homes)

Paid from Ela Township (\$53.75) & Warren Township (\$139.28) for O&M to County

\$557.10 - 25% (\$139.28) = \$417.82 (\$5,346.72 balance due to County for O&M on 5,486 homes)

Participating Members & Townships	1st Qtr. 2015 TONS			Total Tons Collected	Total Per Ton Payment	Payment With County and SWALCO Portion
	Jan	Feb	Mar			
ANTIOCH*	92.40	67.00	89.40	248.80	\$ 415.80	\$ 415.80
BANNOCKBURN*	7.05	6.39	7.31	20.75	\$ 31.73	\$ 31.73
BEACH PARK*	55.42	60.98	57.65	174.05	\$ 249.39	\$ 249.39
DEERFIELD*	197.45	161.45	193.27	552.17	\$ 888.53	\$ 888.53
EIA TOWNSHIP*	47.78	37.09	44.26	129.13	\$ 215.01	\$ 161.26
FOX LAKE*	45.50	37.10	52.10	134.70	\$ 204.75	\$ 204.75
GRAYSLAKE*	178.80	132.30	168.10	479.20	\$ 804.60	\$ 804.60
GREEN OAKS*	38.19	32.83	39.80	110.82	\$ 171.86	\$ 171.86
GURNEE*	201.70	170.10	207.90	579.70	\$ 907.65	\$ 907.65
HAINESVILLE*	21.38	20.20	19.96	61.54	\$ 96.21	\$ 96.21
HAWTHORN WOODS*	106.05	81.36	99.16	286.57	\$ 477.23	\$ 477.23
ISLAND LAKE*	82.80	61.90	70.60	215.30	\$ 372.60	\$ 372.60
KILDEER*	54.78	41.25	40.76	136.79	\$ 246.51	\$ 246.51
LAKE BARRINGTON	39.50	32.20	38.10	109.80	\$ 177.75	\$ 177.75
LAKE BLUFF*	64.43	59.22	79.89	203.54	\$ 289.94	\$ 289.94
LAKE COUNTY					\$ 193.03	\$ 193.03
LAKE VILLA*	50.20	30.00	35.40	115.60	\$ 225.90	\$ 225.90
LAKE ZURICH*	219.35	172.60	217.16	609.11	\$ 987.08	\$ 987.08
LIBERTYVILLE*	166.87	149.37	195.35	511.59	\$ 750.92	\$ 750.92
LINCOLNSHIRE*	67.14	53.05	54.96	175.15	\$ 302.13	\$ 302.13
LINDENHURST*	121.73	99.73	136.56	358.02	\$ 547.79	\$ 547.79
LONG GROVE	92.52	70.49	88.29	251.30	\$ 416.34	\$ 416.34
MUNDELEIN*	250.31	179.01	214.71	644.03	\$ 1,126.40	\$ 1,126.40
NORTH BARRINGTON*	38.10	31.50	34.20	103.80	\$ 171.45	\$ 171.45
PARK CITY*	8.18	7.62	9.08	24.88	\$ 36.81	\$ 36.81
PORT BARRINGTON*		6.80	9.20	23.60	\$ 34.20	\$ 34.20
RIVERWOODS*	48.46	27.61	46.68	122.75	\$ 218.07	\$ 218.07
ROUND LAKE*	128.20	97.10	118.70	344.00	\$ 576.90	\$ 576.90
ROUND LAKE BEACH*	179.20	131.90	150.20	461.30	\$ 806.40	\$ 806.40
ROUND LAKE HEIGHTS*	18.97	12.01	13.56	44.54	\$ 85.37	\$ 85.37
ROUND LAKE PARK*	51.07	44.17	53.17	148.41	\$ 229.82	\$ 229.82
THIRD LAKE*	11.10	8.40	8.00	27.50	\$ 49.95	\$ 49.95
TOWER LAKES	10.90	7.30	8.80	27.00	\$ 49.05	\$ 49.05
VERNON HILLS*	183.95	130.96	187.27	502.18	\$ 827.78	\$ 827.78
WADSWORTH	27.34	22.83	24.53	74.70	\$ 123.03	\$ 123.03
WARREN TOWNSHIP*	123.80	93.90	104.90	322.60	\$ 557.10	\$ 417.82
WAUKEGAN*	343.72	262.07	345.36	951.15	\$ 1,546.74	\$ 1,546.74
WAUCONDA*	79.40	62.70	73.60	215.70	\$ 357.30	\$ 357.30
WINTHROP HARBOR*	59.18	37.38	42.00	138.56	\$ 266.31	\$ 266.31
SWALCO credit @ \$1.00 per ton on 3,520.52 tons	\$3,520.52	\$0.00	\$0.00			\$3,520.52
TOTAL	3,520.52	2,739.87	3,379.94	9,640.33	\$ 15,842.34	\$ 19,362.86

Blended Index Value	Per Ton Payment
January 2015	\$4.50
February 2015	\$0.00
March 2015	\$0.00

Lake County MRF, BU 01800
 Quarterly Single Stream Value Calculation for the SWALCO Contract Rebate
 Q1 2015

Commodity/Material	Source	%	Actual		Actual		Actual	
			January Per Ton \$	January Value	February Per Ton \$	February Value	March Per Ton \$	March Value
ONP #8	OBM Chicago HS	36.64%	\$ 55.00	\$ 20.15	\$ 50.00	\$ 18.32	\$ 50.00	\$ 18.32
OCC #11	OBM Chicago HS	10.29%	\$ 70.00	\$ 7.20	\$ 65.00	\$ 6.69	\$ 65.00	\$ 6.69
Mixed Paper #2	OBM Chicago HS	12.91%	\$ 40.00	\$ 5.16	\$ 35.00	\$ 4.52	\$ 35.00	\$ 4.52
Three-Mix Glass	Actual	19.59%	\$ (18.14)	\$ (3.55)	\$ (18.59)	\$ (3.64)	\$ (19.00)	\$ (3.72)
Tin	Waste News HS	1.67%	\$ 120.00	\$ 2.00	\$ 120.00	\$ 2.00	\$ 105.00	\$ 1.75
Aluminum	Waste News HS	1.14%	\$ 1,600.00	\$ 18.24	\$ 1,640.00	\$ 18.70	\$ 1,640.00	\$ 18.70
PET	Waste News HS	3.14%	\$ 340.00	\$ 10.68	\$ 300.00	\$ 9.42	\$ 280.00	\$ 8.79
HDPE Natural	Waste News HS	1.16%	\$ 680.00	\$ 7.89	\$ 520.00	\$ 6.03	\$ 540.00	\$ 6.26
HDPE Colored	Waste News HS	0.96%	\$ 480.00	\$ 4.61	\$ 390.00	\$ 3.74	\$ 480.00	\$ 4.61
Tubs & Lids	Fixed	0.14%	\$ 50.00	\$ 0.07	\$ 50.00	\$ 0.07	\$ 50.00	\$ 0.07
Large Rigid Plastic	Fixed	0.39%	\$ 50.00	\$ 0.20	\$ 50.00	\$ 0.20	\$ 50.00	\$ 0.20
Mixed Plastic Film	Actual	0.34%	\$ (51.34)	\$ (0.17)	\$ (45.84)	\$ (0.16)	\$ (45.11)	\$ (0.15)
Residue	Actual	11.63%	\$ (51.34)	\$ (5.97)	\$ (45.84)	\$ (5.33)	\$ (45.11)	\$ (5.25)
Total		100.00%	\$	\$ 66.50	\$	\$ 60.56	\$	\$ 60.78
The monthly rebate per ton is -----				\$ 4.50		\$ -		\$ -
Directed SWALCO tons for month -----				\$ 3,520.52		\$ 2,739.87		\$ 3,379.94
Monthly per ton credit due to SWALCO members -----				\$ 15,842.34		\$ -		\$ -
\$1.00 per ton education credit due to SWALCO -----				\$ 3,520.52		\$ -		\$ -
Total monthly rebate due to SWALCO and members ----->				\$ 19,362.86		\$ -		\$ -

at least ...	but no more than ...	then the rebate per ton is ...
\$	65.00	\$ 4.50
\$	70.00	\$ 7.00
\$	75.00	\$ 7.50
\$	80.00	\$ 8.00
\$	85.00	\$ 8.50
\$	90.00	\$ 12.00
\$	95.00	\$ 15.50
\$	100.00	\$ 19.00
\$	105.00	\$ 22.00
\$	110.00	\$ 25.00
\$	115.00	\$ 28.00
\$	120.00	\$ 31.00
\$	125.00	\$ 34.00
\$	130.00 and above...	\$ 37.00

SWALCO Members 2014 Per Capita Disposal Rates
(as reported by their waste haulers)

Member	2014 O & M Count	2014 Household Count	2014 Tons Disposed	2009 -2013 Census Data Avg. Household Size	2014 Calculated Population	Total Pounds Disposed	2014 Per Capita Disposal Rate
Antioch	4,260	4,326	3,188.30	2.89	12,502	6,376,600	1.40
Bannockburn	260	211	394.36	2.72	574	788,720	3.77
Beach Park	2,395	4,450	3,334.24	2.86	12,727	6,668,480	1.44
Deer Park	1,104	978	1,169.53	2.92	2,856	2,339,060	2.24
Deerfield	6,541	5,423	5,213.96	2.73	14,805	10,427,920	1.93
Fox Lake	4,637	3,912	1,778.80	2.21	8,646	3,557,600	1.13
Grayslake	8,226	6,674	4,851.40	2.72	18,153	9,702,800	1.46
Green Oaks	1,117	1,135	1,465.77	3.22	3,655	2,931,540	2.20
Gurnee	11,250	9,250	6,417.70	2.71	25,068	12,835,400	1.40
Hainesville	1,309	895	999.45	2.94	2,631	1,998,900	2.08
Hawthorn Woods	2,571	2,099	2,731.36	3.10	6,507	5,462,720	2.30
Highland Park	10,564	9,300	6,389.95	2.59	24,087	12,779,900	1.45
Highwood	1,647	979	1,129.59	3.06	2,996	2,259,180	2.07
Island Lake	2,899	2,892	2,182.50	2.69	7,779	4,365,000	1.54
Kildeer	1,263	1,260	1,462.43	3.14	3,956	2,924,860	2.03
Lake Barrington	2,340	2,140	1,406.70	2.21	4,729	2,813,400	1.63
Lake Bluff	2,178	2,120	1,666.92	2.78	5,894	3,333,840	1.55
Lake County	29,806	20,569	26,437.05	2.82	58,005	52,874,100	2.50
Lake Forest	7,762	6,462	6,682.74	2.68	17,318	13,365,480	2.11
Lake Villa	2,997	2,193	1,129.30	2.85	6,250	2,258,600	0.99
Lake Zurich	6,433	5,882	5,960.20	2.96	17,411	11,920,400	1.88
Libertyville	7,416	5,731	5,412.87	2.63	15,073	10,825,740	1.97
Lincolnshire	2,500	1,608	2,164.85	2.31	3,714	4,329,700	3.19
Lindenhurst	4,919	4,718	4,769.80	2.87	13,541	9,539,600	1.93
Long Grove	2,593	2,384	3,194.82	3.10	7,390	6,389,640	2.37
Mundelein	10,148	8,809	8,041.36	2.94	25,898	16,082,720	1.70
Navy Housing	1,008	1,008	908.20	2.82	2,843	1,816,400	1.75
North Barrington	1,130	1,036	1,487.90	2.86	2,963	2,975,800	2.75
North Chicago	4,351	3,002	4,502.23	3.00	9,006	9,004,460	2.74
Park City	2,294	305	370.38	3.06	933	740,760	2.17
Port Barrington	563	480	457.10	2.89	1,387	914,200	1.81
Riverwoods	1,137	1,228	1,491.36	2.86	3,512	2,982,720	2.33
Round Lake	6,206	5,093	4,961.00	3.13	15,941	9,922,000	1.71
Round Lake Beach	8,369	7,605	7,319.10	3.48	26,465	14,638,200	1.52
Round Lake Heights	813	420	858.36	3.61	1,516	1,716,720	3.10
Round Lake Park	2,999	4,334	2,159.86	2.63	11,398	4,319,720	1.04
Third Lake	410	409	516.50	2.92	1,194	1,033,000	2.37
Tower Lakes	432	428	402.90	3.03	1,297	805,800	1.70
Vernon Hills	7,904	7,568	6,154.46	2.63	19,904	12,308,920	1.69
Volo	1,108	1,297	1,221.44	2.64	3,424	2,442,880	1.95
Wadsworth	1,383	1,338	1,499.40	2.87	3,840	2,998,800	2.14
Wauconda	5,327	3,394	3,291.10	2.71	9,198	6,582,200	1.96
Waukegan	29,192	18,452	21,083.10	3.10	57,201	42,166,200	2.02
Winthrop Harbor	2,391	1,806	2,124.98	2.61	4,714	4,249,960	2.47
Zion	6,956	6,492	7,248.76	2.98	19,346	14,497,520	2.05
TOTAL	223,108	182,095	177,634.08	2.86	519,901	355,268,160	1.87

2014

Meets 2020 goal 1.35 PCPD	3
Meets 2015 goal 1.60 PCPD	9
Does not meet either goal	33

I - 4. Recycle-O-Rama Event, June 2015

BACKGROUND: On Saturday, June 20, 2015 SWALCO will sponsor a community recycling and shredding event at the Westfield Hawthorn Shopping Center in Vernon Hills, with Rep. Carol Sente and her staff, the Vernon Hills Park District, Village of Vernon Hills and Westfield Hawthorn. This is a residential event (no businesses). We are still working out final logistics, but are currently planning to collect the following items:

- Clothing and Textiles
- Stuffed Animals
- Shoes
- Eyeglasses
- Hearing Aids
- Bicycles and Bicycle Parts – new, used or broken
- Documents for Shredding (limit of 2 banker boxes)
- Cell Phones
- Children's Books

We will not collect electronics at this event (other than cell phones). We plan to handout information to participants that come through on other recycling opportunities.

SWALCO also hopes to hold our regular Recycle-O-Rama in the Fall, as well as other Recycle-O-Ramas we've helped to put together and establish for groups we work with, including Townships and Park Districts. These will be announced as they are planned.

ENCLOSED DOCUMENTS: Sente Event Flyer

STAFF: Merleanne Rampale, Public Information Officer/Education Director

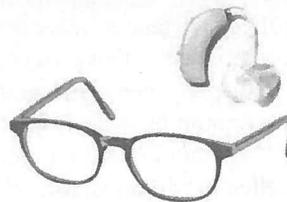
Please Join State Representative

Carol Sente

with the Village of Vernon Hills, Vernon Hills Park District,
Solid Waste Agency of Lake County (SWALCO),
AT&T and Westfield Hawthorn Mall for a



Shred Day & Recycling Fair



Saturday, June 20
9 a.m. to 12 p.m.

Westfield Hawthorn Mall
(southwest parking lot)
122 Hawthorn Center ■ Vernon Hills

Help protect yourself against identity theft by securely disposing of items that contain your personally identifiable information, such as old receipts, bank statements and excess paperwork. You can drop off a variety of common household items* to be recycled in an environmentally friendly manner.

** Electronics and household chemical waste will NOT be accepted.*

Items to be collected:

- Paper limit of 2 bankers boxes
- Clothing, Textiles and Shoes
- Eyeglasses and Hearing Aids (Vernon Hills Lions Club)
- Bicycles & Bicycle Parts (Lake County Bike Project)
- Children's Books (Bernie's Book Bank)
- Cell Phones (Cell Phones for Soldiers)



For more information, or to arrange a drop-off, please contact Rep. Sente's constituent service office at 847-478-9909 or RepSente@gmail.com.

Printed In-House.

I -5. Update on the 2015 Legislative Session

BACKGROUND: The 99th session of the Illinois General Assembly was active for SWALCO with specific emphasis on HB 1455 regarding the electronics law. HB 1455 passed both chambers unanimously, and SWALCO is doing what it can to have the bill signed into law as quickly as possible. We also worked with Senator Bush to introduce the Carpet Stewardship bill (SB 1433) for a second year, which was not moved out of committee but did result in the carpet industry offering to work with Senator Bush on a voluntary stewardship program (see attachment from the Carpet America Recovery Effort, which outlines general steps the carpet industry is proposing to take in IL).

Listed below are bills that were tracked by SWALCO and have been passed by both chambers and are awaiting action by the governor. I have also indicated the position that SWALCO took on the bills, and attached the last report I received from our lobbyist, which summarizes the bills he was tracking for us in Springfield.

- HB 1 – Provides that one day events and permanent household hazardous waste drop off may accept controlled substances in accordance with federal law, requires the IEPA to develop a public information sign that provides information on drop-off site locations, requires pharmacies to display such signs, and requires the IEPA to establish a state-wide medication take back program by June 1, 2016. (No position on this bill)
- HB 473 – Provides that counties and municipalities may approve temporary and permanent sites for collecting compostable material, as long as certain standards are met and followed. (Supported this bill)
- HB 1362 – Requires state agencies that do land maintenance activities to report on their current usage of compost and how compost use could be increased. (Supported this bill)
- HB 1455 – Increases the statewide electronics recycling goal from 36.7 million pounds in 2015 to 46.6 million and in 2016 and 2017 to 49.6 million pounds; does not allow units of local government to be charged for collecting electronics tied to manufacturer support; requires use of certified recycling companies beginning in 2016; recognizes and supports the use of IL based solutions to manage CRT glass, including retrievable storage in a landfill and beneficial uses under the State's beneficial use law; and modifies the penalties for not meeting goals. (Supported this bill)
- HB 2495 – Requires DCEO to work with nationally based consumer groups and trade associations on nationally recognized labeling to indicate if a container or packaging is recyclable or compostable. (Supported this bill)
- SB 793 – States that beginning July 1, 2015 no person may knowingly mix sharps with any other material meant to be collected as a recyclable material by a residential waste hauler, and requires IL Department of Public Health to review and if necessary revise guidelines for proper sharps disposal. (Supported this bill)
- SB 1408 – Limits the annual assessment fees that can be levied by units of local government to regulate and inspect C&D recycling facilities and facilities that have received Beneficial Use Determination (BUD) permits from IEPA to \$2,000 per year and \$1,500 per, respectively. These limits do not apply to Cook County or Chicago. (Neutral on this bill, after working out compromise with sponsor)

- SB 1518 – Applies to landscape waste transfer stations and allows two existing sites allowed to accept food scraps on a demonstration basis to extend their permits for 2 year periods and also allows a third site to accept food scraps without local siting approval and that site is the one located near Lake Bluff on Route 41 and owned by DK Organics. (Supported this bill)

ENCLOSED DOCUMENTS: Legislative Summary from Kip Kolkmeier, dated May 31, 2015

STAFF: Walter Willis, Executive Director

HB 1**Short Description:** HEALTH-TECH**House Sponsors**

Rep. Lou Lang-John D. Anthony-Litesa E. Wallace-Sam Yingling, Greg Harris, Jaime M. Andrade, Jr., Kathleen Willis, Frances Ann Hurley, Brian W. Stewart, Lawrence M. Walsh, Jr., Emanuel Chris Welch, Grant Wehrli, Will Guzzardi, Laura Fine, Robyn Gabel, Patricia R. Bellock, David R. Leitch, Carol Ammons, Emily McAsey, Cynthia Soto, Ann Williams, La Shawn K. Ford, Elizabeth Hernandez, Robert F. Martwick, Silvana Tabares, John D'Amico, Luis Arroyo, Eddie Lee Jackson, Sr., Arthur Turner, Carol A. Sente, Jack D. Franks, Sara Feigenholtz, Patrick J. Verschoore, Christian L. Mitchell and David Harris

Senate Sponsors

(Sen. Dan Kotowski-Pat McGuire-Thomas Cullerton-Jennifer Bertino-Tarrant-Michael Noland, Andy Manar, Donne E. Trotter, Iris Y. Martinez, David Koehler, Patricia Van Pelt, William Delgado, Michael E. Hastings, Jacqueline Y. Collins, Melinda Bush, Julie A. Morrison, Linda Holmes, Steve Stadelman, Karen McConnaughay, Pamela J. Althoff, Michael Connelly, Sue Rezin, William R. Haine, Mattie Hunter and Napoleon Harris, III)

Synopsis As Introduced

Creates the Heroin Crisis Act. Contains only a short title provision.

House Committee Amendment No. 1

Replaces everything after the enacting clause. Amends the Open Meetings Act. Exempts from the requirements of the Act those meetings or portions of meetings of the Advisory Committee created under the Illinois Controlled Substances Act during which specific controlled substance prescriber, dispenser, or patient information is discussed. Amends the State Employees Group Insurance Act of 1971 in relation to required health benefits. Amends the Alcoholism and Other Drug Abuse and Dependency Act. Requires the Medical Director of the Department of Public Health to write a standing order for the dispensing by pharmacists in any willing pharmacy of an opioid antidote to individuals who may or may not be personally at risk for opioid overdose. Requires every State and local government agency that employs a law enforcement officer or fireman to possess opioid antidotes and to establish a policy to control the acquisition, storage, transportation, and administration of such opioid antidotes and to provide training in the administration of opioid antidotes. Establishes a similar requirement for publicly or privately owned providers of pre-hospital and inter-hospital emergency medical services that employ an emergency medical technician or an emergency medical responder. Makes other changes. Amends the Department of Human Services Act. Requires the Department of Human Services to establish, by rule, a medication take-back program to allow for the collection and disposal of unused medications. Amends the Department of State Police Law in relation to a training program for State police officers in the administration of opioid antidotes. Amends the State Finance Act. Creates the Parity Education Fund. Amends the Illinois Police Training Act in relation to a training program for police officers in the administration of opioid antidotes. Amends the Illinois Fire Protection Training Act in relation to a training program for fire fighters in the administration of opioid antidotes. Amends the Counties Code. Requires the coroner or medical examiner to report to the Department of Public Health cases where a drug overdose is determined to be the cause or a contributing factor in a person's death. Amends the Illinois

Municipal Code in relation to required health benefits covered by a municipality that is a self-insurer. Amends the School Code. Permits a school nurse or trained personnel to administer an opioid antidote to any person having an opioid overdose; requires the State Board of Education and the Department of Human Services to establish, by January 1, 2017, a heroin and opioid prevention pilot program; and makes other changes. Amends the Emergency Medical Services (EMS) Systems Act in relation to education and training requirements for EMT and EMR personnel in the administration of opioid antidotes. Amends the Hospital Licensing Act. Requires the Department of Public Health to submit semiannual reports to the General Assembly on drug overdoses and the use of opioid antidotes. Amends the Illinois Insurance Code in relation to coverage for opioid antidotes and other matters. Amends the Health Carrier External Review Act in relation to Request for External Review forms and other matters. Amends the Medical Practice Act of 1987 in relation to continuing education hours for licensed physicians on the abuse of controlled substances. Amends the Medical Assistance Article of the Illinois Public Aid Code in relation to coverage for injectable naltrexone; required health benefits; and other matters. Amends the Criminal Code of 2012 in relation to the purchase of opioid antidotes with the moneys and sale proceeds of forfeited property and other matters. Amends the Cannabis Control Act in relation to drug court programs for persons sentenced to probation. Amends the Illinois Controlled Substances Act in relation to electronic health records; pain clinic registration and licensing; prescriptions for a Schedule II controlled substance; the prescription monitoring program; prescriber oversight; and other matters. Amends the Methamphetamine Control and Community Protection Act in relation to drug court programs for persons sentenced to probation. Amends the Unified Code of Corrections in relation to referring a person suffering from a serious substance abuse problem to a drug court program before permitting the person to participate in the Offender Initiative Program. Amends the Drug Court Treatment Act in relation to education seminars for drug court prosecutors and public defenders. Amends the Veterans and Servicemembers Court Treatment Act. Exempts pharmacists from civil liability for dispensing an opioid antidote to individuals who may or may not be at risk for an opioid overdose.

House Floor Amendment No. 2

Replaces everything after the enacting clause. Reinserts the provisions of House Amendment No. 1, but with the following changes: Further amends the Open Meetings Act by exempting those meetings or portions of meetings of the peer review subcommittee created under the Illinois Controlled Substances Act. Further amends the Alcoholism and Other Drug Abuse and Dependency Act as follows: Provides that the Director of the Division of Alcoholism and Substance Abuse shall (rather than may) publish annually a report on drug overdose trends statewide that reviews State death rates from available data to ascertain changes in the causes or rates of fatal and nonfatal drug overdose (rather than from available data to ascertain changes in the causes or rates of fatal and nonfatal drug overdose for the preceding period of not less than 5 years). Requires the report to include an analysis of drug overdose information reported to the Department of Public Health pursuant to the Counties Code and the Hospital Licensing Act. Provides that the report may include a description of efforts undertaken to educate the public about unused medication and about how to properly dispose of unused medication, including the number of registered collection receptacles in this State, mail-back programs, and drug take-back events. Defines "Opioid antagonist" (rather than "opioid antidote"). Changes all instances of "opioid antidote" to "opioid antagonist" and makes corresponding changes in various Acts and Codes. Exempts health care professionals who prescribe or dispense an opioid antagonist in certain situations from criminal liability, except for willful and wanton misconduct. Adds pharmacists to the list of persons the Director of the Division of Alcoholism and Substance Abuse shall consult with when developing and disseminating to health care professionals information on drug overdose prevention and recognition and other matters. Provides that every publicly or privately owned ambulance, special emergency medical services vehicle, non-transport vehicle, or ambulance assist vehicle, as described in the Emergency Medical Services (EMS) Systems Act, which responds to requests for emergency services or transports patients between hospitals in emergency situations must possess opioid antagonists (rather than requiring every publicly or privately owned provider of pre-hospital and inter-hospital emergency medical services to possess opioid antagonists and to establish a policy to control the acquisition, storage,

transportation, and administrations of such opioid antagonists and to provide training in the administration of opioid antagonists). Makes changes to a provision concerning immunity from prosecution. Amends the Department of Human Services Act. Provides that the Illinois Environmental Protection Agency shall establish, by rule, a medication take-back program to allow for the collection and disposal of unused controlled substances (rather than unused medications); and makes other changes. Further amends the Illinois Fire Protection Training Act. Provides that the Office of the State Fire Marshal shall distribute (rather than conduct or approve) an in-service training program for fire fighters in the administration of opioid antagonists that is developed by the Department of Human Services. Amends the Illinois Criminal Justice Information Act. Provides that moneys in the Prescription Pill and Drug Disposal Fund shall be used for grants by the Illinois Criminal Justice Information Authority to municipalities or organizations that establish containers designated for the collection and disposal of unused controlled substances and that conduct the collection of unused controlled substances through mail-back programs. Further amends the School Code. Changes the definition of "asthma medication" to include a physician assistant who has been delegated prescriptive authority (rather than the authority to prescribe asthma medications) by his or her supervising physician to the list of asthma medication prescribers. Defines "opioid antagonist" (rather than "opioid antidote"). Makes a change to the definitions of "standing protocol" and "undesignated epinephrine auto-injector". Requires the State Board of Education to submit a report to the General Assembly and the Department of Public Health (rather than the General Assembly) identifying the frequency and circumstances of opioid antagonist administration during the preceding academic year. Makes changes to the Hospital Licensing Act requiring health care professionals to report drug overdose cases to the Department of Public Health within a specified time period. Removes changes made to the Medical Practice Act of 1987 concerning mandatory continuing education hours on the abuse of controlled substances for licensed physicians. Further amends the Emergency Medical Services (EMS) Systems Act by requiring the EMS Medical Directors Committee to address regional standing medical orders for the administration of opioid antagonists and by granting the Department of Public Health the authority to prescribe education and training requirements in the administration and use of opioid antagonists for all levels of EMS personnel based on the National EMS Educational Standards and any modifications to those curricula specified by the Department through rules adopted pursuant to the Act (rather than the Department shall have the authority to prescribe education and training requirements for EMT and EMR personnel in the administration of opioid antagonists). Further amends the Illinois Insurance Code. Provides that coverage for opioid antagonists must include refills for expired or utilized opioid antagonists. Makes changes to the definition of "opioid antagonist". Provides that an individual or group health benefit plan amended, delivered, issued, or renewed on or after the effective date of the amendatory Act shall offer (rather than provide) coverage for medically necessary acute treatment services and medically necessary clinical stabilization services (rather than coverage for medically necessary acute treatment services and medically necessary clinical stabilization services for up to a total of 21 days before initiating utilization review procedure and shall not require preauthorization prior to obtaining acute treatment services or clinical stabilization services). Removes amendatory changes concerning external independent review decisions and appeals; uncertainty or disagreement with the enforcement of the provisions of a parity law; annual reports on the percentage of premiums spent on reimbursement for clinical service; annual reports on the percentage of capitated payments for mental health and substance use disorder services; and other matters. Adds provision concerning the availability of plan information. Makes changes to the definition of "treatment limitation". Amends the Pharmacy Practice Act. Provides that notwithstanding any general or special law to the contrary, a licensed pharmacist may dispense an opioid antagonist in accordance with written, standardized procedures or protocols developed by the Department of Financial and Professional Regulation with the Department of Public Health and the Department of Human Services if the procedures or protocols are filed at the pharmacy before implementation and are available to the Department of Financial and Professional Regulation upon request. Requires a pharmacist to complete a training program approved by the Department of Human Services before dispensing an opioid antagonist. Further amends the Illinois Public Aid Code. Provides that notwithstanding any other provision of the Code to the contrary, on or after July 1, 2015, injectable naltrexone prescribed for

the treatment of alcohol dependence or the prevention of a relapse to opioid dependence (rather than prescribed by a physician for the treatment of alcohol dependence or the prevention of a relapse to opioid dependence) shall be covered under the medical assistance program. Provides that on or after July 1, 2015, methadone prescribed for the treatment of opioid dependence (rather than prescribed by a physician for the treatment of opioid dependence) shall be covered under the medical assistance program. Provides that on or after July 1, 2015, opioid antagonists prescribed for the treatment of an opioid overdose (rather than opioid antidotes prescribed by a physician for the treatment of an opioid overdose) shall be covered under the medical assistance program. Provides that all moneys and sale proceeds of property forfeited and seized under specified provisions of the Code may be used to provide to the Department of Human Services funds to develop and implement the educational programs required pursuant to certain provisions under the Alcoholism and Other Drug Abuse and Dependency Act and the School Code. Further amends the Criminal Code of 2012 by renumbering certain provisions, removing amendatory changes concerning criminal or civil forfeitures, and removing an amendatory change extending the repeal date of the Illinois Street Gang and Racketeer Influenced and Corrupt Organizations Law Article to June 11, 2022. Further amends the Cannabis Control Act. Provides that before a person is (rather than may be) sentenced to probation, the court may (rather than shall) refer the person to drug court. Provides that if the drug court team finds that the person suffers from a substance abuse problem (rather than a severe substance abuse problem) that makes him or her substantially unlikely to successfully complete a sentence of probation, then the drug court shall set forth its findings in the form of a written order, and the person shall not be sentenced to probation, but may be considered for the drug court program. Makes similar changes in the Illinois Controlled Substances Act, the Methamphetamine Control and Community Protection Act, and the Unified Code of Corrections. Removes language imposing a \$25 monthly fee on the person sentenced to probation. Further amends the Illinois Controlled Substances Act as follows: (i) make a change to the definition of "prescription"; (ii) removes a provision concerning pain clinic registration and licensing; (iii) adds a provision requiring a physician to document in the medical record of a patient the medical necessity for the amount and duration of the 3 sequential 30-day prescriptions for Schedule II narcotics; (iv) removes a provision permitting pharmacies to fill a 10-day supply of a Schedule II controlled substance at one time subject to prescriber authorization and removes a provision requiring a prescriber to conduct an assessment of the patient regarding possible addiction tendencies and predisposition for substance abuse before issuing the first prescription in a single course of treatment for a Schedule II controlled substance; (v) removes language concerning certain actions a prescriber must take upon receipt of an unsolicited report issued by the Prescription Monitoring Program; (vi) adds a provision prohibiting the use of patient feedback as the basis of any adverse action, evaluation, or any other type of negative credentialing, contracting, licensure, or employment action taken against a prescriber or dispenser; (vii) restores language providing that nothing shall create a requirement that any prescriber, dispenser, or pharmacist request any patient medication disclosure, report any patient activity, or prescribe or refuse to prescribe or dispense any medications; (viii) removes a provision requiring the Department of Financial and Professional Regulation to adopt rules on or before January 1, 2016 regarding the oversight of prescriber practices as reported to the Prescription Monitoring Program; (ix) makes changes to provisions concerning the prescription monitoring program and the central repository for the collection of certain information transmitted under the Act; (x) adds provisions requiring the Prescription Monitoring Program to automatically create a log-in to the inquiry system when a prescriber or dispenser obtains or renews his or her controlled substance license; to maintain an Internet website in conjunction with its prescriber and dispenser inquiry system; and to regularly send electronic updates to the registered users of the Program; (xi) requires the Department of Financial and Professional Regulation to adopt rules concerning certain matters; (xii) creates the Prescription Monitoring Program Advisory Committee to assist the Department of Human Services in implementing the Prescription Monitoring Program (rather than the Secretary of the Department of Human Services must appoint an advisory committee to assist the Department Financial and Professional Regulation in implementing the controlled substance prescription monitoring program); (xiii) in a provision requiring the Clinical Director of the Prescription Monitoring Program to select 5 members to serve on a peer review subcommittee, requires the peer review subcommittee to prepare an annual report starting on

July 1, 2017; (xiv) makes it a Class A misdemeanor to knowingly withhold information requested from a practitioner, with the intent to obtain a controlled substance that has not be prescribed, by misrepresentation, fraud, forgery, deception, subterfuge, or concealment of a material fact; and (xv) makes other changes. Further amends the Unified Code of Corrections by increasing the fee amount for certain drug and methamphetamine related offenses. Further amends the Good Samaritan Act in a provision exempting pharmacists from civil liability for the dispensing of an opioid antagonist to individuals who may or may not be at risk for an opioid overdose. Adds an immediate effective date.

House Floor Amendment No. 3

Deletes the provisions amending the Department of Human Services Act. Makes changes in provisions amending the School Code regarding reimbursement of school districts participating in the heroin and opioid drug prevention pilot program. Amends the Safe Pharmaceutical Disposal Act by including, in provisions concerning pharmaceutical disposal, controlled substances if collected in accordance with federal law. Makes changes in provisions amending the Illinois Insurance Code by (i) deleting language requiring the Department of Insurance to adopt rules with detailed standards ensuring plan compliance and (ii) providing that "group policy of accident and health insurance" and "group health benefit plan" includes (1) State-regulated employer-sponsored group health insurance plans written in Illinois and (2) State employee health plans (rather than "group policy of accident and health insurance" and "group health benefit plan" includes (1) State-regulated employer-sponsored group health insurance plans written in Illinois; (2) Illinois Medicaid managed care organization plans covering individuals enrolled in any of Illinois' Medicaid managed care entity models, including managed care community networks, independent physician associations, accountable care entities, and care coordination entities as of the date they begin receiving full-risk capitated payments from the State; (3) State employee health plans; and (4) local government health plans). Makes changes in provisions amending the Illinois Public Aid Code regarding coverage of FDA approved forms of medication assisted treatment prescribed for the treatment of alcohol dependence or treatment of opioid dependence. Amends the Environmental Protection Act by authorizing acceptance of controlled substances in accordance with federal law at a household waste drop-off point or a one-day household waste collection event, as well as adding provisions concerning a public information program, information on approved drop-off sites, and a statewide medication take-back program. Makes other changes.

Last Action

Date	Chamber	Action
5/30/2015	House	Passed Both Houses

HB 437

Comment:

Support, this bill is consistent with SWALCO's 2015 Legislative Policy with respect to supporting bills that enhance and increase opportunities to increase the composting of food scraps.

Short Description: EPA-COMPOST DROP OFF

House Sponsors

Rep. Barbara Wheeler-Kelly M. Cassidy-Ann Williams-Carol Ammons-Patricia R. Bellock, Margo

McDermed, Carol A. Sente and Sheri L Jesiel

Senate Sponsors

(Sen. Pamela J. Althoff)

Synopsis As Introduced

Amends the Environmental Protection Act. Provides that the Environmental Protection Agency may approve the operation of one-day household composting collection events. Establishes requirements for the compost collection events. Requests for approval shall be submitted on forms prescribed by the Agency. Provides that the Agency shall establish a pilot program to permit the operation of no more than 3 permanent drop-off sites for household organic waste collection. Establishes requirements for the permanent drop-off sites. Effective immediately.

House Committee Amendment No. 1

Replaces everything after the enacting clause. Amends the Environmental Protection Act. Provides that municipalities and counties may approve one-day compostable waste collection events and permanent compostable waste collection points. Establishes requirements for those programs. Makes corresponding changes.

House Floor Amendment No. 2

Provides that a specified permit is not required for the operation of a one-day compostable waste collection event if the compostable waste collection event is operated in accordance with this a specified provision and the approval issued for the compostable waste collection event (previously was "point"), including all conditions contained in the approval.

Last Action

Date	Chamber	Action
5/14/2015	House	Passed Both Houses

HB 1014

Short Description: SAFETY-TECH

House Sponsors

Rep. Mike Smiddy

Senate Sponsors

(Sen. Neil Anderson)

Synopsis As Introduced

Amends the Environmental Protection Act. Makes a technical change in a Section concerning noise.

House Floor Amendment No. 2

Replaces everything after the enacting clause. Amends the Environmental Protection Act. Provides that the portion of a municipal solid waste landfill unit: (A) that is located in a county

having a population of not less than 55,000 and not more than 60,000 according to the 2010 federal census; (B) that is owned by that county; (C) that is permitted, by the Environmental Protection Agency, prior to the effective date of the amendatory act; and (D) for which a permit application is submitted to the Agency within 6 months after the effective date of the amendatory act for the disposal of non-hazardous special waste is not a pollution control facility. Effective immediately.

Last Action

Date	Chamber	Action
5/19/2015	House	Passed Both Houses

HB 1362

Comment:

Support, this bill is consistent with SWALCO's 2015 Legislative Policy which states the Agency will support bills that enhance the markets for final compost product.

Short Description: WASTE MGMT-AGENCY RECYCLING

House Sponsors

Rep. Emily McAsey

Senate Sponsors

(Sen. Thomas Cullerton-Melinda Bush)

Synopsis As Introduced

Amends the Illinois Solid Waste Management Act. Provides that, all State agencies responsible for the maintenance of public lands in the State shall review its procurement specifications and policies to determine (1) if incorporating compost materials will help reduce stormwater run-off and increase infiltration of moisture in land maintenance activities and (2) the current recycled content usage and potential for additional recycled content usage by the Agency in land maintenance activities and report to the General Assembly by December 15, 2015. Effective immediately.

Last Action

Date	Chamber	Action
5/14/2015	House	Passed Both Houses

HB 1429

Comment:

Support, this is a recommendation that came from the recycling Task Force that SWALCO was a member of, and helped develop this recommendation.

Short Description: PROCUREMENT CD-RECYCLED SUPPLY

House Sponsors

Rep. Carol A. Sente-Michael W. Tryon-Ann Williams-Robert W. Pritchard-Laura Fine, Patrick J. Verschoore, Elaine Nekritz, Brandon W. Phelps, Jerry F. Costello, II, Lawrence M. Walsh, Jr., Emily McAsey, Deborah Conroy, Stephanie A. Kifowit, Jack D. Franks, Linda Chapa LaVia, Robyn Gabel and Mike Fortner

Senate Sponsors

(Sen. Terry Link-Julie A. Morrison, David Koehler and Don Harmon-Melinda Bush)

Synopsis As Introduced

Amends the Illinois Procurement Code. Provides that an otherwise qualified bidder or offeror who will fulfill the contract through the use of products made of recycled supplies shall (currently, may) be given a preference over bidders or offerors unable to do so, provided that the cost included in the bid of supplies is equal or less than other bids or offers. Effective immediately.

House Committee Amendment No. 1

Replaces everything after the enacting clause. Reinserts the contents of the introduced bill with the following changes: Provides that an otherwise qualified bidder or offeror shall be given a preference over other bidders or offerors, provided that the cost included in the bid of supplies is equal or less than other bids or offers, unless the use of the product made of recycled supplies constitutes an undue practical hardship (currently, provided that the cost included in the bid of supplies is equal or less than other bids or offers). Provides that this Section applies to bid opportunities posted to the Illinois Procurement Bulletin on or after January 1, 2016. Effective immediately.

Last Action

Date	Chamber	Action
5/31/2015	House	Passed Both Houses

HB 1445

Comment:

Neutral, this bill does not directly affect SWALCO, may want to see if Lake County/Public Works is in favor and add our support if it is in favor of the bill.

Short Description: EPA-BIOSOLIDS-DEFINITIONS

House Sponsors

Rep. Elaine Nekritz-David Harris-Mike Fortner-David R. Leitch, Al Riley and Ann Williams

Senate Sponsors

(Sen. David Koehler and Melinda Bush)

Synopsis As Introduced

Amends the Environmental Protection Act. Provides that "pollution control waste", "sludge", and "waste" do not include exceptional quality biosolids. Defines "exceptional quality biosolids".

House Committee Amendment No. 1

Replaces everything after the enacting clause. Amends the Environmental Protection Act. Provides that, to the extent allowed by federal law, Exceptional Quality biosolids shall not be subject to regulation as a sludge or other waste if they meet specified requirements. Defines "Exceptional Quality biosolids". Effective immediately.

House Floor Amendment No. 2

Provides that Exceptional Quality biosolids that have not been bagged shall not be subject to regulation as sludge or other waste if they are used on agricultural land in a manner that follows recommended agronomic rates and are used on all land in a manner that follows best management practices to protect water quality.

House Floor Amendment No. 3

Changes a reference from "agronomic rates" to "application rates".

Last Action

Date	Chamber	Action
5/19/2015	House	Passed Both Houses

HB 1455**Comment:**

Support, this is the bill SWALCO and its government allies have been working on since last fall, this is also consistent with our 2015 Legislative Policy.

Short Description: ELECTRONIC PRODUCTS RECYCLING

House Sponsors

Rep. Emily McAsey-Grant Wehrli-David R. Leitch-Dan Brady-Carol A. Sente, Lawrence M. Walsh, Jr., Elaine Nekritz, Michael W. Tryon, Margo McDermed, Frances Ann Hurley, Laura Fine, Carol Ammons, Elizabeth Hernandez and Michelle Mussman

Senate Sponsors

(Sen. Pamela J. Althoff-Linda Holmes-Thomas Cullerton, Scott M. Bennett, Jason A. Barickman, David Koehler and Julie A. Morrison)

Synopsis As Introduced

Amends the Electronic Products Recycling and Reuse Act. Provides that a manufacturer may count the total weight of a cathode ray tube device, prior to processing, towards its goal under this Section if all recyclable components are removed from the device and the cathode ray tube glass is managed in a manner that complies with all Illinois Environmental Protection Agency regulations for handling, treatment, and disposition of cathode ray tubes. Provides that, for specified categories of electronic devices, each manufacturer shall recycle or reuse at least 80%

(was at least 50%) of the total weight of the electronic devices that the manufacturer sold in that category in Illinois during the calendar year 2 years before the applicable program year. Provides that a registered recycler or a refurbisher of CEDs and EEDs for a manufacturer obligated to meet goals may not charge individual consumers or units of local government acting as collectors a fee to recycle or refurbish CEDs and EEDs, unless the recycler or refurbisher provides (i) a financial incentive, such as a coupon, that is of greater or equal value to the fee being charged or (ii) premium service, such as curbside collection, home pick-up, drop-off locations, or a similar methods of collection. Provides that, in program year 2015, and each year thereafter, if the total weight of CEDs and EEDs recycled or processed for reuse by the manufacturer is less than 100% of the manufacturer's individual recycling or reuse goal set forth in a specified provision of the Act, the manufacturer shall pay a penalty equal to the product of (i) \$0.70 per pound; multiplied by (ii) the difference between the manufacturer's individual recycling or reuse goal and the total weight of CEDs and EEDs recycled or processed for reuse by the manufacturer during the program year. Effective immediately.

House Floor Amendment No. 2

Replaces everything after the enacting clause. Reinserts the language of the introduced bill with the following changes: removes drop-off locations from a provision concerning charging fees to individual consumers or units of local governments acting as collectors and provides that nothing in the Act prohibits any waste hauler from entering into a contractual agreement with a unit of local government to establish a collection program for the recycling or reuse of CEDs or EEDs, including services such as curbside collection, home pick-up, drop-off locations, or similar methods of collection; makes changes to provisions concerning the collection of cathode ray tubes; establishes new annual recycling goals for all manufacturers for program years 2015, 2016, and 2017; provides that for program years 2015, 2016, and 2017, the Environmental Protection Agency is not required to submit a report on the previous program year's performance, but is required to make certain information available on its website; provides that no person may act as a recycler or a refurbisher of CEDs for a manufacturer obligated to meet goals under this Act unless the recycler or refurbisher is registered with the Agency and has paid the registration fee; provides that, beginning in program year 2016, all recycling or refurbishing facilities used by collectors of CEDs and EEDs shall be accredited by the Responsible Recycling (R2) Practices or e-Stewards certification programs or any other equivalent certification programs recognized by the United States Environmental Protection Agency; provides that manufacturers of CEDs and EEDs shall ensure that recycling or refurbishing facilities used as part of their recovery programs meet this requirement; provides that in program years 2015 and 2016, to encourage manufacturers to recycle or reuse more CEDs or EEDs than their target weight, a manufacturer shall earn recycling credits equal to 25% of weight the manufacturer collects over its recycling target for the year and manufacturers may use credits to help meet their recycling target in the following program year, or may sell credits to another manufacturer for use in the next program year; makes changes to the penalties under the Act. Effective immediately.

Last Action

Date	Chamber	Action
5/19/2015	House	Passed Both Houses

HB 2495

Comment:

Support, this recommendation came from the recycling Task Force that SWALCO served on, and

is focused on helping the consumer better understand how to recycle and/or compost packaging products and other consumer products.

Short Description: SOLID WASTE MGMT-COMPOSTABLES

House Sponsors

Rep. Sam Yingling-Ann Williams

Senate Sponsors

(Sen. Julie A. Morrison-Melinda Bush)

Synopsis As Introduced

Amends the Illinois Solid Waste Management Act. Provides that the Department of Commerce and Economic Opportunity shall work with nationally based consumer groups and trade associations to develop nationally recognized logos which may be used to indicate whether a container and any other consumer products which are claimed to be recyclable by a product manufacturer are recyclable, compostable, or biodegradable. Provides that the Department shall develop and conduct a public education and awareness campaign to encourage the public to look for and buy products in containers which are recyclable or compostable.

Senate Committee Amendment No. 1

Replaces everything after the enacting clause. Amends the Illinois Solid Waste Management Act. Provides that the Department of Commerce and Economic Opportunity shall work with nationally based consumer groups and trade associations to support the development of nationally recognized logos which may be used to indicate whether a container and any other consumer products which are claimed to be recyclable by a product manufacturer are recyclable, compostable, or biodegradable.

Last Action

Date	Chamber	Action
5/31/2015	House	Passed Both Houses

HB 3152

Comment:

Neutral

Short Description: EPA-DRUG DESTRUCTION DEVICE

House Sponsors

Rep. John M. Cabello

Senate Sponsors

(Sen. Iris Y. Martinez-Antonio Muñoz-Steve Stadelman)

Synopsis As Introduced

Amends the Environmental Protection Act. Provides that drug evidence that is placed into a

drug destruction device by a law enforcement agency at the location where the evidence is stored by the agency and that is destroyed under the supervision of the agency in accordance with the specifications of the device manufacturer shall not be considered discarded or a waste under the Act until it is rendered non-retrievable. Effective immediately.

Last Action

Date	Chamber	Action
5/19/2015	House	Passed Both Houses

HB 4007

Comment:
Neutral

Short Description: EPA- BENEFICIAL USE DETER

House Sponsors
Rep. Jay Hoffman

Senate Sponsors
(Sen. James F. Clayborne, Jr.)

Synopsis As Introduced

Amends the Environmental Protection Act. Provides that a provision concerning beneficial use determinations shall apply to dust suppressants applied to material that is burned for energy recovery that are used to produce a fuel or that is otherwise contained in a fuel.

House Floor Amendment No. 1

Replaces everything after the enacting clause. Amends the Environmental Protection Act. Provides that a provision concerning beneficial use determinations does not apply to dust suppressants applied to material that is (i) burned for energy recovery, (ii) used to produce a fuel, or (iii) otherwise contained in a fuel.

Last Action

Date	Chamber	Action
5/26/2015	House	Passed Both Houses

SB 66

Short Description: SMART PHONE ANTI-THEFT

Senate Sponsors

Sen. Ira I. Silverstein

House Sponsors

(Rep. La Shawn K. Ford-Frances Ann Hurley, Camille Y. Lilly, Emanuel Chris Welch, Mary E. Flowers and Carol Ammons)

Synopsis As Introduced

Creates the Smart Phone Theft Protection Act. Requires wireless communications device dealers to maintain a written record of every purchase or acquisition of a used wireless communications device for resale. Sets forth information that must be included in the written record. Provides that a law enforcement agency that has probable cause to believe a device has been stolen or is evidence of a crime may place an investigative hold on or confiscate the device. Requires the installation of video security cameras at a dealer's physical location. Provides that a violation of the Act is a Class B misdemeanor. Provides exemption from the application of the Act, including dealers who acquire devices for trade-in, or repair and refurbishment programs.

Senate Committee Amendment No. 2

Replaces everything after the enacting clause. Reinserts the provisions of the introduced bill with the following changes. Adds definition for "appropriate law enforcement official". Makes changes in the definitions of "trade-in program" and "wireless communications device". Provides a wireless communications device dealer covered by the required recordkeeping provisions may maintain the records in an electronic form approved by the appropriate law enforcement official. Requires a law enforcement administrative hold on a wireless communications device to continue for 120 days (rather than 30 days) from date of initial notification, until cancelled or renewed, or notice to confiscate or release, whichever comes first. Requires a video recording of each seller of a wireless communications device at a dealer location to be retained for a minimum of 120 days (rather than 30 days). Changes the penalty for violation of the Act from a Class B misdemeanor to a business offense with a fine of more than \$500 but not more than \$1,000. Replaces provisions concerning the application of the Smart Phone Theft Protection Act to provide that the Act does not apply with respect to a wireless communications device returned pursuant to the return policies of the wireless communications device dealer, wireless telephone service provider, manufacturer, or retailer from whom it was originally purchased, to a wireless telephone service provider who acquires wireless communications devices as part of a trade-in or a repair and refurbishment program, to a manufacturer who acquires wireless communications devices as part of a trade-in program, or to wireless communications device dealers regulated under the Pawnbroker Regulation Act. Provides the Smart Phone Theft Protection Act does not alter or affect a dealer's separate obligations under the Resale Dealers Act, if applicable, except that any violation under the Smart Phone Theft Protection Act, by a person covered by the Resale Dealers Act, which has the same or similar elements as a violation under the Resale Dealers Act shall be punished as provided under the Resale Dealers Act.

Senate Floor Amendment No. 3

Provides the Act does not apply to a retailer who has 25 or more locations in this State who acquires wireless communications devices as part of a trade-in or repair and refurbishment program or to an entity that complies with the requirements of the Resale Dealers Act and purchases used wireless communications devices for the purpose of recycling and refurbishment.

House Committee Amendment No. 2

Replaces everything after the enacting clause. Amends the Resale Dealers Act. Includes any individual or entity engaged in the business of buying and selling used wireless communications devices in the definition of "resale dealer". Excludes from the definition of "resale dealer" wireless telephone service providers or retailers who have 25 or more locations in the State who acquire wireless communications devices as part of a trade-in or a repair and refurbishment program and businesses engaged in the manufacture of wireless communications devices who acquire

devices as part of a trade-in program. Defines "repair and refurbishment program", "trade-in program", "wireless communications device", and "wireless telephone service provider".

House Floor Amendment No. 3

Defines resale dealers to include wireless telephone service providers, retailers, or entities (rather than just service providers or retailers) who have 25 or more locations in the State who acquire wireless communications devices for the purpose of recycling or refurbishment or as part of a trade-in or repair and refurbishment program (rather than just trade-in or repair and refurbishment program).

Last Action

Date	Chamber	Action
5/31/2015	Senate	Passed Both Houses

SB 793

Comment:

Support, this bill was introduced on behalf of WMI and its concerns with worker safety at recycling plants. We have heard for many years from WMI about sharps and needle stick problems at the Grayslake MRF, this bill would bring some public education to this issue and encourage the separate collection of sharps.

Short Description: EPA-PROHIBITS MIXING SHARPS

Senate Sponsors

Sen. Linda Holmes-Melinda Bush and Martin A. Sandoval

House Sponsors

(Rep. Ann Williams-Rita Mayfield, Laura Fine and Thaddeus Jones)

Synopsis As Introduced

Amends the Environmental Protection Act. Provides that, beginning July 1, 2015, no person may knowingly mix sharps, including, but not limited to, hypodermic, intravenous, or other medical needles or syringes or other medical household waste containing used or unused sharps, including, but not limited to, hypodermic, intravenous, or other medical needles or syringes or other sharps, with any other material intended for collection as a recyclable material by a residential hauler. Provides that, beginning July 1, 2015, no person may knowingly place sharps into a container intended for collection by a commercial hauler for processing at a recycling center. Provides that, beginning on July 1, 2015, State agencies and local governments, as well as businesses and non-profit organizations may establish various specified sharps disposal programs. Provides that the Environmental Protection Agency may provide educational materials to the public about the safe management and proper disposal of household generated sharps through the use of literature, websites, DVDs, a toll-free number, or any other method which the Agency deems appropriate. Effective immediately.

Senate Committee Amendment No. 1

Amends the Department of Public Health Powers and Duties Law. Provides that as soon as practicable after the effective date of this amendatory Act, the Department of Public Health shall review and, if necessary, revise specified guidelines and educational materials. Removes a provision concerning State agencies and local governments establishing sharps disposal programs. Makes other changes.

Last Action

Date	Chamber	Action
5/20/2015	Senate	Passed Both Houses

SB 1408**Comment:**

Neutral as amended

Short Description: EPA-FINES**Senate Sponsors**

Sen. David Koehler-Wm. Sam McCann

House Sponsors

(Rep. Jay Hoffman)

Synopsis As Introduced

Amends the Environmental Protection Act. Provides that a facility permitted or approved and regulated by the Environmental Protection Agency under specified provisions of the Act shall not be subject to fees assessed by a unit of local government that are directly related to the facility's recycling activities, provided that the facility recycles 75% or more of the material brought to the facility in a calendar year.

Senate Committee Amendment No. 1

Replaces everything after the enacting clause. Amends the Environmental Protection Act. Provides that specified facilities shall not be subject to fees that are assessed by a unit of local government and that are directly related to the facility's recycling activities or management or use of material in accordance with a beneficial use determination. Effective immediately.

Senate Floor Amendment No. 5

Replaces everything after the enacting clause. Amends the Environmental Protection Act. Provides that, except in counties with a population in excess of 1,500,000 residents, specified facilities shall not be subject to annual fees assessed by a unit of local government and that are directly related to the facility's recycling activities in excess of \$2,000. Provides that, except in counties with a population in excess of 1,500,000 residents, specified facilities that have received a beneficial use determination from the Environmental Protection Agency shall not be subject to annual fees assessed by a unit of local government and that are directly related to the facility's recycling activities in excess of \$1,500. Effective immediately.

House Committee Amendment No. 1

Adds a home rule preemption.

Last Action

Date	Chamber	Action
5/31/2015	Senate	Passed Both Houses

SB 1424

Comment:
Support

Short Description: VEH CD-WASTE SERVICE VEHICLE

Senate Sponsors
Sen. Pat McGuire

House Sponsors
(Rep. Anthony DeLuca)

Synopsis As Introduced

Amends the Illinois Vehicle Code. Provides that no person shall drive a motor vehicle and meet or overtake from either direction a stopped waste service vehicle at a speed in excess of 15 miles per hour. Provides for the circumstances in which the 15 mile per hour speed limitation on passing waste service vehicles shall apply. Makes a violation of this Section a petty offense with a minimum fine of \$150. Imposes a fine of not less than \$300 but no more than \$1,000, or confinement in jail for not more than one year, or both, for a violation resulting in serious injury or death to a waste service vehicle worker. Defines the term, "waste service vehicle".

Senate Committee Amendment No. 1

Replaces everything after the enacting clause. Amends the Illinois Vehicle Code. Allows the use of amber oscillating, rotating, or flashing lights on trucks equipped with self-compactors or roll-off hoists and roll-on containers for hauling materials to be recycled.

Last Action

Date	Chamber	Action
5/14/2015	Senate	Passed Both Houses

SB 1518

Comment:
Support, same as HB 2759

Short Description: POLLUTION CONTROL FACILITY

Senate Sponsors
Sen. Michael Noland

House Sponsors
(Rep. Anna Moeller)

Synopsis As Introduced

Amends the Environmental Protection Act. Provides that the portion of a site or facility that is not at more than 3 locations that currently is permitted to accept landscape waste selected by the

Environmental Protection Agency is not a pollution control facility. Makes a change to a provision concerning modification of an existing permit for the transfer of landscape waste. Effective immediately.

Senate Committee Amendment No. 1

Removes a provision that provides that the portion of a site or facility that is not at more than 3 locations that currently is permitted to accept landscape waste selected by the Environmental Protection Agency is not a pollution control facility. Makes a change to a provision concerning modification of an existing permit for the transfer of landscape waste.

Senate Floor Amendment No. 2

Removes a provision that provides that the portion of a site or facility that is not at more than 3 locations that currently is permitted to accept landscape waste selected by the Environmental Protection Agency is not a pollution control facility. Makes a change to a provision concerning modification of an existing permit for the transfer of landscape waste.

Senate Floor Amendment No. 3

Replaces everything after the enacting clause. Reinserts the language of the introduced bill with the following changes: removes a provision that provides that the portion of a site or facility that is not at more than 3 locations that currently is permitted to accept landscape waste selected by the Environmental Protection Agency is not a pollution control facility; makes a change to a provision concerning modification of an existing permit for the transfer of landscape waste.

House Committee Amendment No. 1

Replaces everything after the enacting clause. Reinserts the language of the introduced bill with the following changes: provides that the following are not pollution control facilities: (i) the portion of a site or facility that is located in the unincorporated area of a county having a population of not less than 700,000 and not more than 705,000 according to the 2010 federal census; (ii) the portion of a site or facility that is permitted, by the Environmental Protection Agency, prior to January 1, 2002, for the transfer of landscape waste if located in a home rule unit or that is permitted prior to January 1, 2008 if located in an unincorporated area of a county; (iii) the portion of a site or facility for which a permit application is submitted to the Agency within 6 months after January 1, 2016. Effective immediately.

Last Action

Date	Chamber	Action
5/31/2015	Senate	Passed Both Houses

HR 328

Short Description: CRT GLASS - DISPOSAL/STORAGE

House Sponsors

Rep. Emily McAsey-Michael W. Tryon-Grant Wehrli-Jehan A. Gordon-Booth-David R. Leitch, Dan Brady and Carol A. Sente

Synopsis As Introduced

Urges the Basel Action Network and the e-Stewards Leadership Council to approve the pending petition submitted by Kuusakoski Recycling and Peoria Disposal Company to allow the placement of treated CRT glass into a dedicated retrievable storage cell in a permitted disposal facility.

Last Action

Date	Chamber	Action
5/6/2015	House	Resolution Adopted 110-001-000

SR 184**Comment:**

Support, similar to letter SWALCO has already sent to Basel Action Network

Short Description: CRT GLASS - DISPOSAL/STORAGE

Senate Sponsors

Sen. David Koehler-Darin M. LaHood

Synopsis As Introduced

Urges the Basel Action Network and the e-Stewards Leadership Council to approve the pending petition submitted by Kuusakoski Recycling and Peoria Disposal Company to allow the placement of treated CRT glass into a dedicated retrievable storage cell in a permitted disposal facility.

Last Action

Date	Chamber	Action
3/26/2015	Senate	Resolution Adopted

I – 6. Project and Program Updates

BACKGROUND: The following are updates on several projects and programs we are currently working on:

1. Through the May 28th pharmaceuticals collection we have processed 4,263 pounds of drugs from local law enforcement with nearly 30 pounds being controlled substances with an estimated street value of over \$338,000. We now have 24 local police departments in Lake County collecting pharmaceuticals. SWALCO was recently contacted by McHenry County about helping them dispose of drugs collected in that county and by Buffalo Grove. This issue of other entities wanting to utilize our facility is a topic that was discussed at the June 4th Executive Committee meeting and an action item will be prepared for the July Executive Committee meeting, with the intent of bringing an action item to the Board of Directors at its meeting on August 27th.
2. Walter Willis attended the mandatory pre-bid meetings held by Highland Park and Highwood on their joint commercial franchise RFP and joint residential franchise RFP. Proposals are due on June 12 (residential) and June 26 (commercial). The commercial franchises have been implemented in Deerfield and Bannockburn (May 1) with very few complaints or issues and the final one is Gurnee beginning August 1. Walter is also providing assistance to Antioch and Vernon Hills on their residential contracts.
3. To date 8 members have contacted Walter or expressed interest in passing the commercial franchise ordinance. Walter attended a meeting in Round Lake Beach on May 18th and the Finance Committee recommended placing the ordinance on its calendar for action at the June Village Board meeting. The ordinance was passed, making Round Lake Beach the first member to enact the ordinance. Walter has meetings scheduled in Hainesville, Lake Bluff, Lindenhurst, Green Oaks and Third Lake. The goal is to get all members without existing commercial franchises to pass the ordinance.
4. SWALCO recently had an upgrade to its internet connection and now has much faster access to the internet. With this done, we are currently transitioning to a new phone system as well with new phones that have already been purchased. Amy Bartemio has been attending meetings Lake County has held to select a new website vendor. This will be a big change for all Lake County departments and for SWALCO as the County changes its software and support approach to website content management.
5. The Lake County Board recently approved substantial revisions to the County's compensation and classification plan and policy. The intent is to provide a better method for employees to receive pay increases and job growth through recognition of exemplary performance. Walter attended a meeting with the HR department on May 20th to learn more about the program and its impact on SWALCO's employees. The new program is now in effect, but this year's review process will continue as in the past with changes coming next year. All employees now have new pay grade numbers and pay grade ranges, some of which will impact our budgeting for salaries in the coming years. Lake County HR met with SWALCO staff on June 10th to go over the new compensation and classification policy.
6. The electronics bill (HB 1455) passed both chambers with unanimous votes. We have asked that Speaker Madigan send the bill to the governor without waiting the 30 days allowed, to date the bill has not been sent yet. Pete Adrian has obtained a proposal from a new vendor that we intend to discuss with the EC in more detail on June 4th, at that time we will also update the EC on when we expect the \$200,000 in funding to expire and

what steps to take if HB 1455 does not provide the expected relief. To assist with the long term legislative fix to the electronics law Walter Willis intends to provide funding of \$1,000 to the Product Stewardship Institute (along with other units of local government) to provide assistance this summer and fall during the process the IEPA will initiate to get feedback on the current law and to work towards a long term fix. This funding will be taken from the contingency line item in the 2015 budget.

7. Walter moderated a session on waste reduction at the College of Lake County's 5th Green Conference on May 27th, gave a presentation on Lake County's food scrap composting efforts at the Midwest Compost School Conference in Lake Zurich during the evening of June 2nd, and presented an overview of legislation for 2015 at the annual IL recycling conference in East Peoria on June 18th.
8. On April 27th Senator Bush convened a meeting on carpet recycling that was attended by over 25 people from the carpet industry, recyclers and local government (including Steve Mandel, John Norris and Linda Soto). This meeting was followed up with another meeting on June 17th in Chicago where the focus was on developing a more detailed plan for increasing carpet recycling in IL and nearby states. Senator Bush has been very helpful in this effort and has stated she will not pursue legislation as long as this voluntary effort produces meaningful results.

ENCLOSED DOCUMENTS: None

STAFF: Walter Willis, Executive Director

