

**EXHIBIT D2**

**EAST ARKANSAS WASTE TIRE  
INTER-DISTRICT**



# ABOUT US



- Inter-District partnership of the East Arkansas Regional Solid Waste Management District, the Mississippi County Solid Waste District and the Northeast Arkansas Solid Waste Management District.
- Serves 11 counties in rural East Arkansas.

Collectively focused on:

- Managing waste tire collection and disposal for the benefit of our communities
- Managing compliance with state law and regulations
- Doing so in a fiscally responsible way

# TIRE TRAILER POLICY

- The East Arkansas Inter-District serves 11 counties.
- There are 10 public permitted collection centers and 2 private collection centers.
- The 10 public collection centers are manned by county employees as available.
- Manifests are required to be completed at the time of disposal. A copy of the manifest is retained by the generator, the collection and the District.
- District coordinates with collection centers to dispatch replacement trailers when trailers are full or nearly full. District collects and inputs manifests through the e-portal.
- Collection trailers are owned and maintained by the processing vendor.
- District uses a processing vendor that operates open top trailers that can be used for oversized tires or cleanups when needed.



# POLICY AND FUNDING PUBLIC CLEAN UP SITES



- The East Arkansas Inter-District follows Arkansas Regulation #36 Tire Accountability Program guidelines pertaining to the cleanup of sites referred to the District.
- The District coordinates with ADEQ, the local IDCO and the local Chief Elected Official when a site has been identified. All efforts are made to work with state and local officials to facilitate the clean up of the site.
- Future clean ups will be paid for through the abatement program in TAP or arrangements made with the property owner on a per ton basis prior to clean up activity due to the diversity of tire sizes.
- IDCOs work with the local Chief Elected Official in the event that citations or prosecution of illegal dumps becomes necessary.

# PRIOR TO 2018



## Former Waste Tire Program

- Was a grant program that was driven by a complicated A/B formula.
  - The East Inter District was at a financial disadvantage under this formula
  - Subsequently, grants received under the program never matched expenditures.
  - This was amplified by the business model used by the District at that time.
- District proactively changed business model
  - Outsourced transportation and processing
  - Still ran an annual deficit but reduced loss

# UNDER TAP PROGRAM

- **Reimbursement** program not a grant program
- Expenses reported have remained consistent from one program to the next with the exception of:
  - Increased allocation of staff time due to increased compliance and reporting requirements
  - Increased costs due to fluctuations in tire volume
- The East Inter District has remained breakeven under the new program with the exception of the Greene County cleanup in 2019



# BUSINESS PLAN VS. ACTUAL COSTS (2019)

Manifest @ Pickup		
Passenger	Truck	OTR

Quarter 1	Passenger	Truck	OTR	Program Expenses	TAP Reimbursement	Net Revenue	Tons Picked up	Cost per ton	Cost per tire
East	23,124	1,017	94	\$73,061.32	\$70,039.15	(3,022.17)	329.31	\$221.86	\$3.01
North East	24,465	1,222	218	\$84,020.52	\$74,865.45	(9,155.07)	378.78	\$221.82	3.24
Mississippi	7,209	580	8	\$25,571.46	\$22,533.33	(3,038.13)	117.44	\$217.74	3.28
<b>Inter-District</b>	54,798	2,819	320	\$182,653.31	\$167,437.93	(15,215.38)	825.53	\$221.26	\$3.15
<b>Quarter 2</b>									
East	24,493	2,503	136	\$79,286.77	\$78,411.48	(875.29)	382.31	\$207.39	\$2.92
North East	21,299	1,161	68	\$67,478.10	\$65,105.92	(2,372.18)	319.32	\$211.32	3.00
Mississippi	7,401	475	5	\$21,930.38	\$22,776.09	845.71	104.55	\$209.76	2.78
<b>Inter-District</b>	53,193	4,139	209	\$168,695.25	\$166,293.49	(2,401.76)	806.18	\$209.25	\$2.93
<b>Quarter 3</b>									
East	22,948	2,322	106	\$73,818.64	\$73,336.64	(482.00)	369.41	\$199.83	\$2.76
North East	31,905	4,726	349	\$145,176.66	\$75,082.20	(70,094.46)	716.74	\$202.55	4.07
Mississippi	8,250	468	0	\$27,066.83	\$25,195.02	(1,871.81)	136.29	\$198.60	3.10
<b>Inter-District</b>	63,103	7,516	455	\$246,062.13	\$173,457.80	(72,448.27)	1222.44	\$201.29	\$3.63
<b>Quarter 4</b>									
East	26,817	1,638	122	\$79,673.59	\$82,587.53	2,913.94	435.38	\$183.00	\$2.79
North East	22,486	1,505	67	\$72,430.53	\$69,527.62	(2,902.91)	392.42	\$184.57	3.01
Mississippi	8,448	1,144	44	\$28,972.21	\$27,848.04	(1,124.17)	141.02	\$205.45	3.01
<b>Inter-District</b>	57,751	4,287	233	\$181,076.33	\$179,963.19	(1,113.14)	968.82	\$186.90	2.91

Manifest @ Pickup		
Passenger	Truck	OTR

Annual 2019	Passenger	Truck	OTR	Program Expenses	TAP Reimbursement	Net Revenue	Tons Picked up	Cost per ton	Cost per tire
East	97,382	7,480	458	\$305,840.32	\$304,374.80	(\$1,465.52)	1516.41	\$201.69	\$2.90
North East	100,155	8,614	702	\$369,105.81	\$284,581.19	(\$84,524.62)	1807.26	\$204.24	3.37
Mississippi	31,308	2,667	57	\$103,540.89	\$98,352.48	(\$5,188.41)	499.30	\$207.37	3.04
<b>Inter-District</b>	228,845	18,761	1,217	\$778,487.02	\$687,152.41	(91,178.55)	3822.97	\$203.63	3.13

# CHALLENGES / CONCERNS



- Carrying cost for the District requires approximately \$250,000 of cash on hand from start of quarter to receipt of reimbursement.
- The 10% reduction would eliminate our District's financial ability to deliver the program to our communities – this has been supported by 22 counties.
- Ongoing demand for timelines regarding cleanups that there are no funds available to accommodate the demand.