Alberta recycling MANAGEMENT AUTHORITY

2027 EPR Oversight Fee Consultation

Welcome!

Thank you for attending this session for the 2027 oversight fee consultation.

Feedback can be provided via the survey link that will be distributed following this meeting.

Consultation will remain open until **December 11, 2026.**

This session is being recorded.



Land Acknowledgement



Oversight Fees

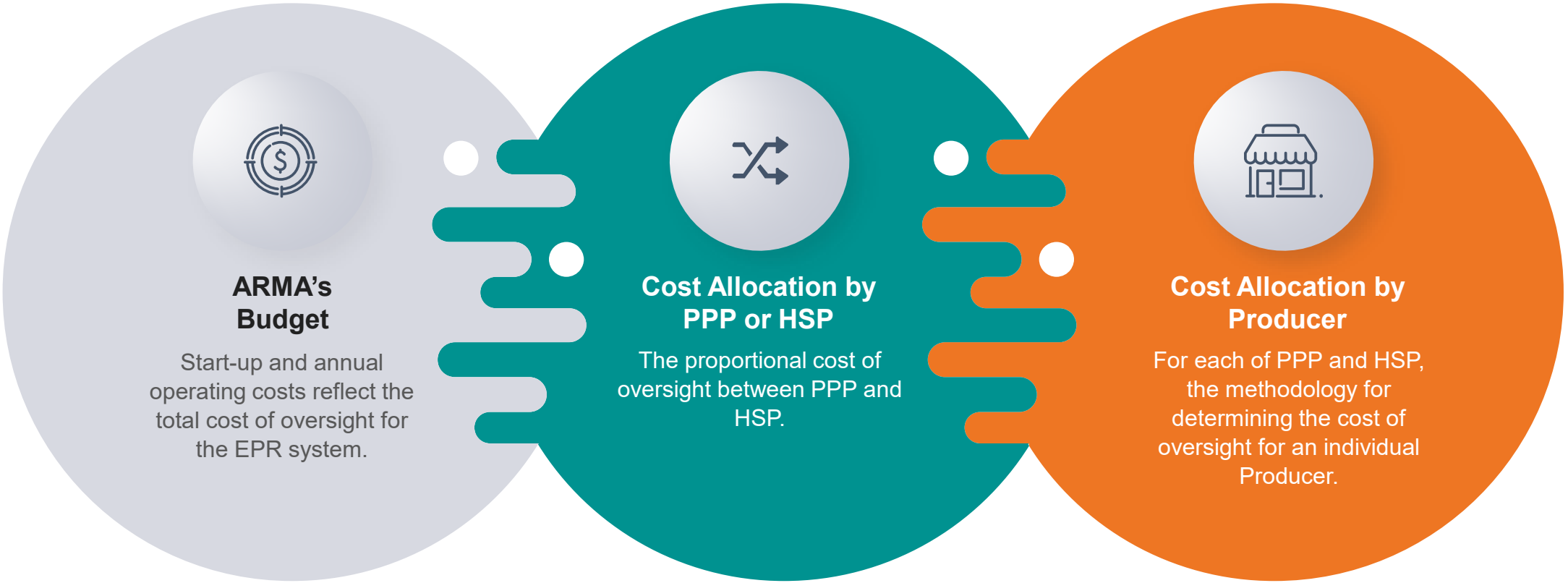


Approach to Annual Oversight Fee Setting



Alberta recycling MANAGEMENT AUTHORITY

Oversight Fee Setting Framework



Cost Recovery Objective

Categories of costs to be recovered



Amortization of Start Up Costs

Annual Costs

Surplus/Deficit Adjustment

Financing Costs

Note: 2027 operating and capital costs are estimates and are subject to ARMA Board approval.

Alberta recycling MANAGEMENT AUTHORITY

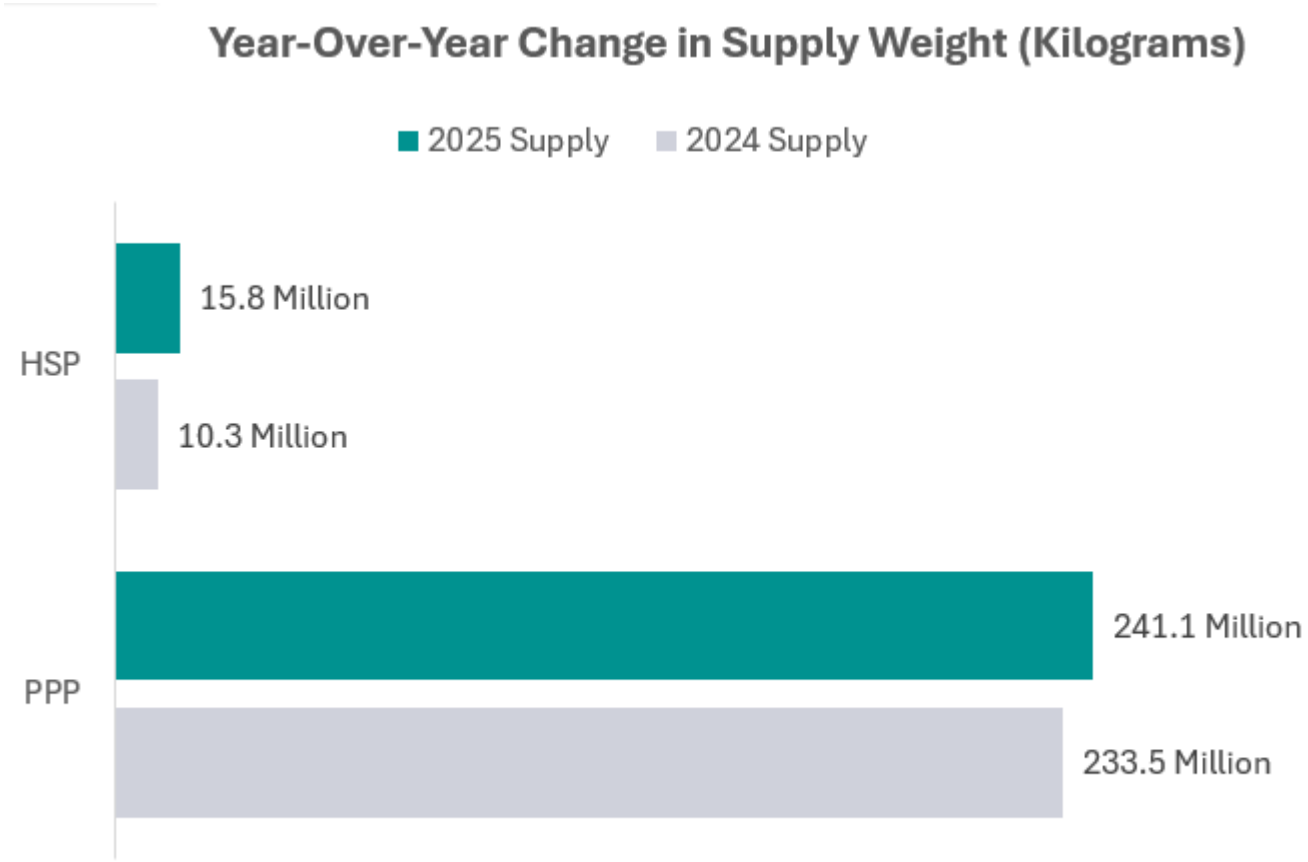
Cost Recovery Objective



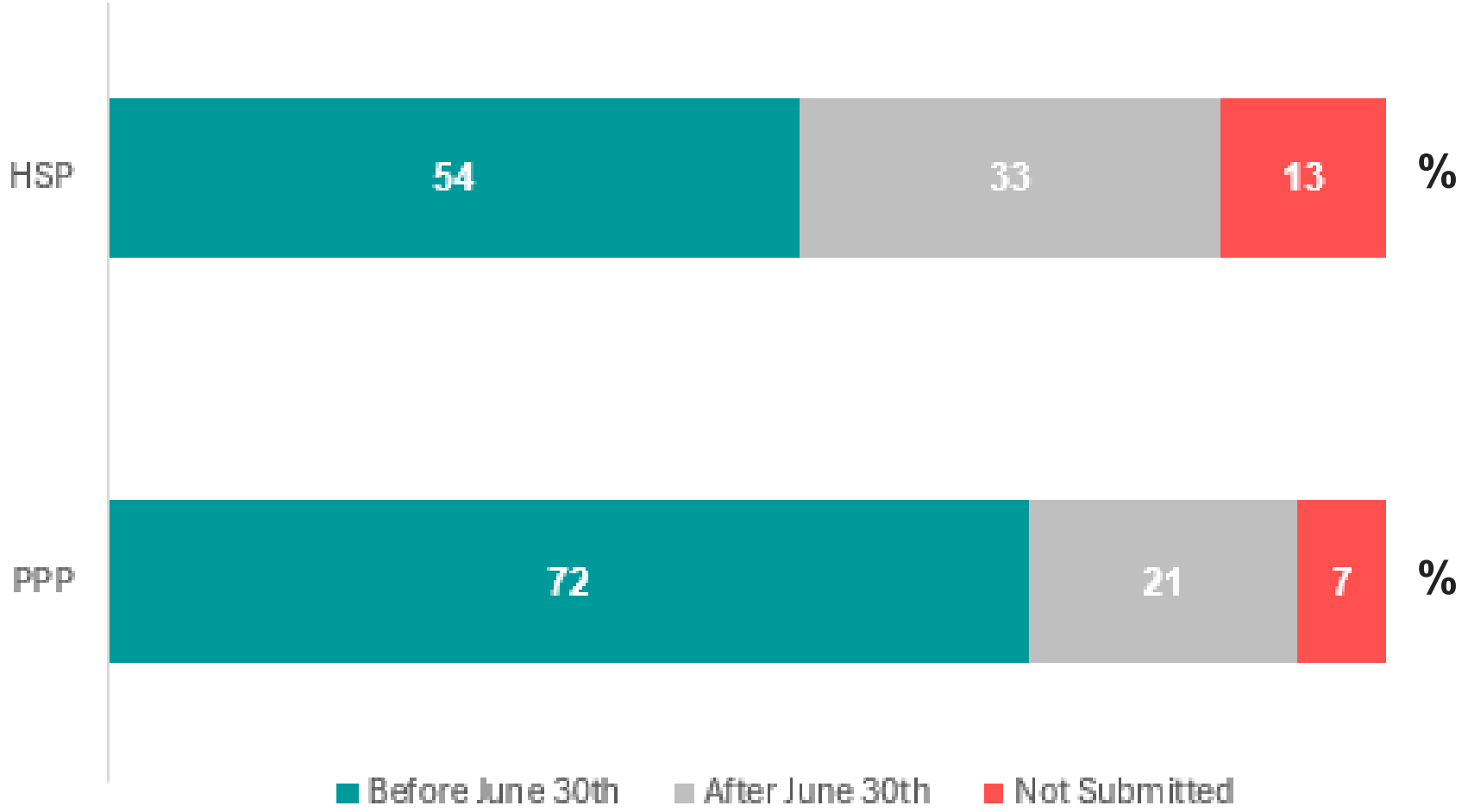
Alberta recycling MANAGEMENT AUTHORITY

Supply Data – Year Over Year Comparison

Supply weights have increased 3.23% for PPP and 53.11% for HSP from 2024 to 2025.



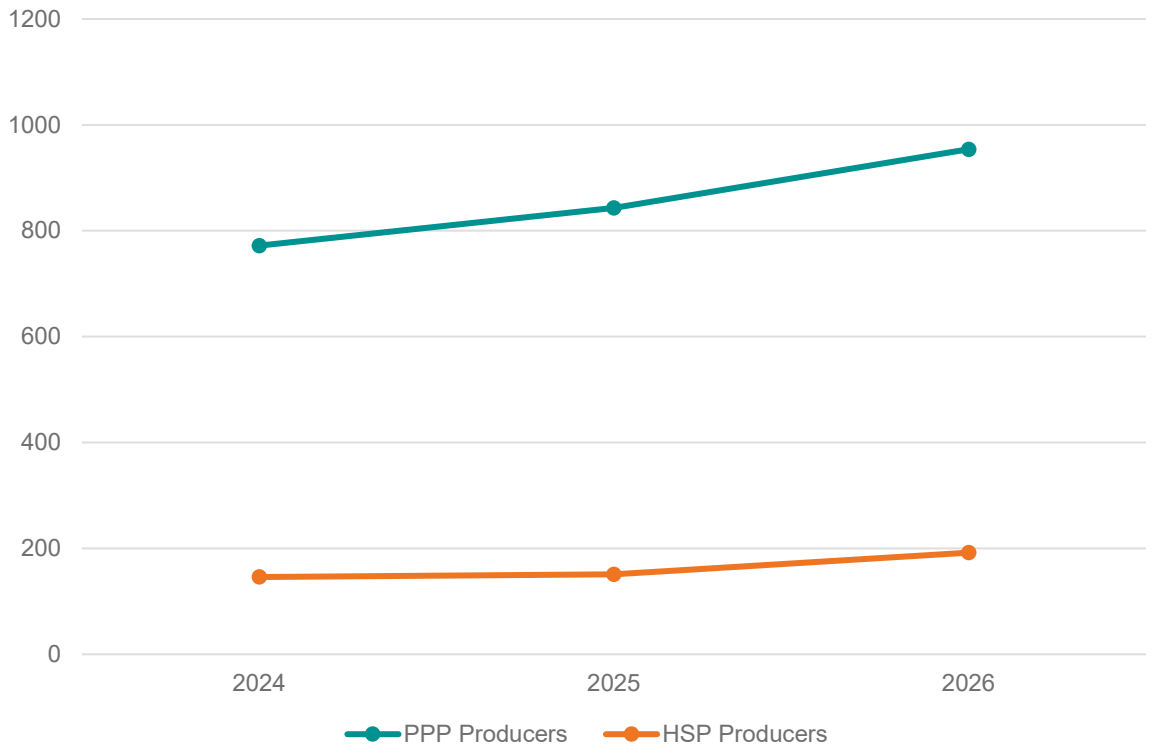
Timing of Supply Report Submissions for 2025 (%)



Number of Registered Producers (>$1.5M)

	2024	2025	2026*
PPP Producers	772 (84%)	843 (85%)	954 (83%)
HSP Producers	146 (16%)	151 (15%)	192 (17%)

** As of September 1, 2026.*



Actual/Budget and Revenue ($000)

	2024 (actual)	2025 (actual)	2026 (budget)	2027 (draft)
Amortization of Start-Up Costs - Operating	$ 1,248	$ 1,248	$ 1,248	$ 1,248
Amortization of Start-Up Costs - Capital	$ 767	$ 767	$ 767	$ 767
Financing Costs - Start-Up	$ 642	$ 584	$ 262	$ 132
Annual Operating Expenditures - PPP	$ -	$ 3,585	$ 5,617	$ 5,418
Annual Capital Expenditures - PPP	$ -	$ -	$ 287	$ 287
Annual Operating Expenditures - HSP	$ -	$ 603	$ 966	$ 882
Annual Capital Expenditures - HSP	$ -	$ -	$ 47	$ 47
Reserve Fund Contributions	$ 1,500	$ -	$ -	$ -
Total Cost	**$ 4,157**	**$ 6,787**	**$ 9,192**	**$ 8,779**
Total Recovery Billed	$ 3,912	$ 8,886	$ 9,588	NA
Surplus (Deficit) – PPP	$ (211)	$ 1,328	$ 96*	NA
Surplus (Deficit) – HSP	$ (34)	$ 771	$ 299*	NA
Surplus (Deficit)	**$ (245)**	**$ 2,099**	**$ 396***	NA

** Denotes that the values are draft.*

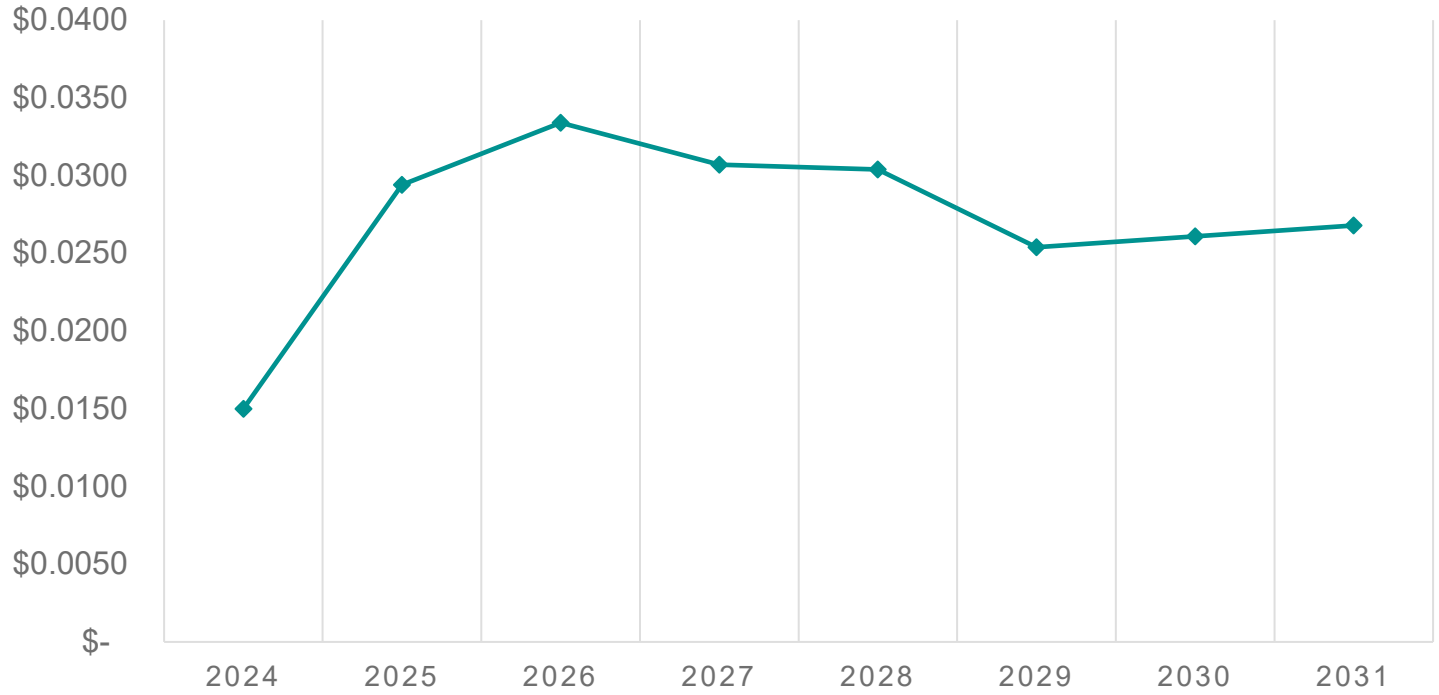
2027 Draft Oversight Fee

Considerations:

1. Ensure fairness by returning surplus into the system.
2. Paying down the start up costs sooner, using surplus, will save on interest.
3. Rate stability year over year is important.
4. Overall decrease in fees once the start-up costs are paid.

2027 Draft Oversight Fee – PPP Scenario 1 (recommended)

	2024 Actual	2025 Actual	2026 Actual	2027 Draft	2028 Projected	2029 Projected	2030 Projected	2031 Projected
Flat Fee Rate	$ 75.00	$ 140.00	$ 180.00	$ 180.00	$ 180.00	$ 180.00	$ 180.00	$ 180.00
Variable Rate ($/kg)	$ 0.150	$ 0.0294	$ 0.0334	$ 0.0307	$ 0.0304	$ 0.0254	$ 0.0261	$ 0.0268
Surplus/Deficit Applied				$ 500,000	$ 617,574			

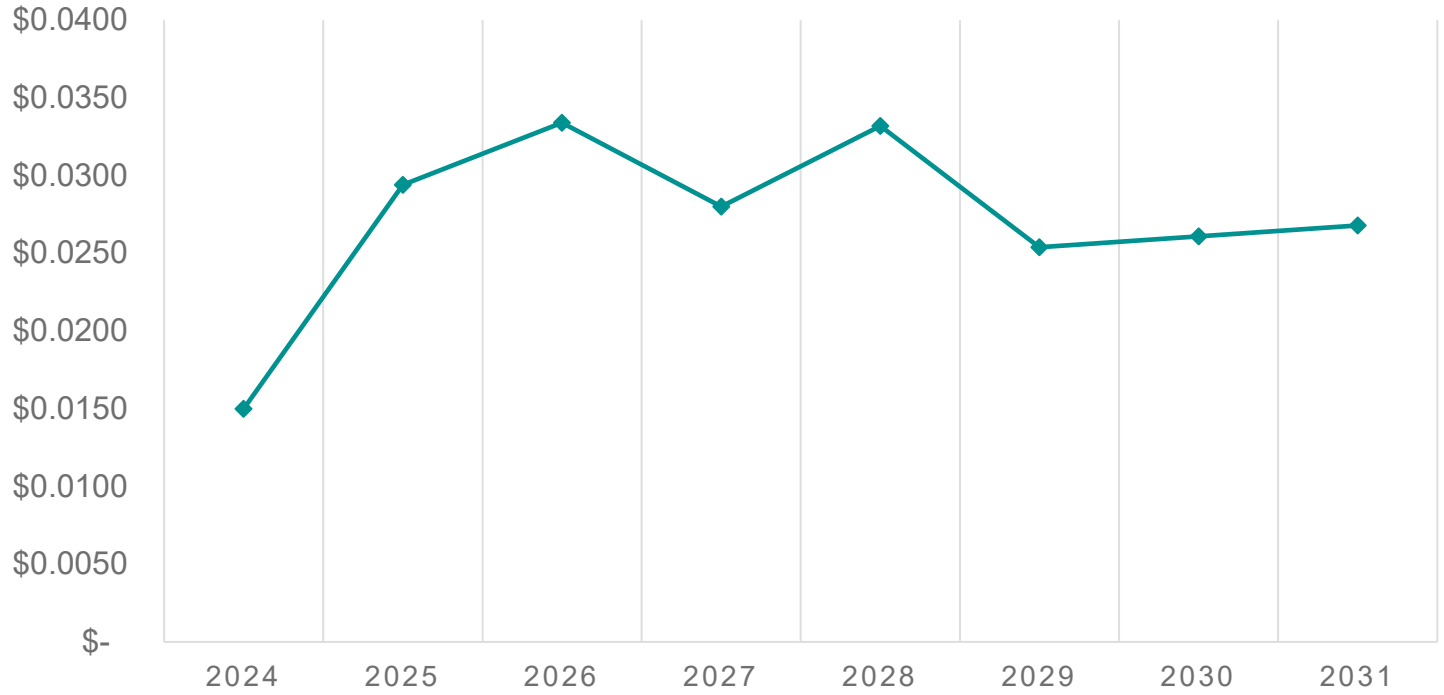


Assumptions:

1. Does not include interest collected from late payers.
2. Tonnage is unchanged.
3. Cost increase by 2% YoY.
4. Percentage allocation between PPP and HSP unchanged.
5. Flat Fee unchanged.

2027 Draft Oversight Fee – PPP Scenario 2

	2024 Actual	2025 Actual	2026 Actual	2027 Draft	2028 Projected	2029 Projected	2030 Projected	2031 Projected
Flat Fee Rate	$ 75.00	$ 140.00	$ 180.00	$ 180.00	$ 180.00	$ 180.00	$ 180.00	$ 180.00
Variable Rate ($/kg)	$ 0.150	$ 0.0294	$ 0.0334	$ 0.0280	$ 0.0332	$ 0.0254	$ 0.0261	$ 0.0268
Surplus/Deficit Applied				$ 1,117,573				

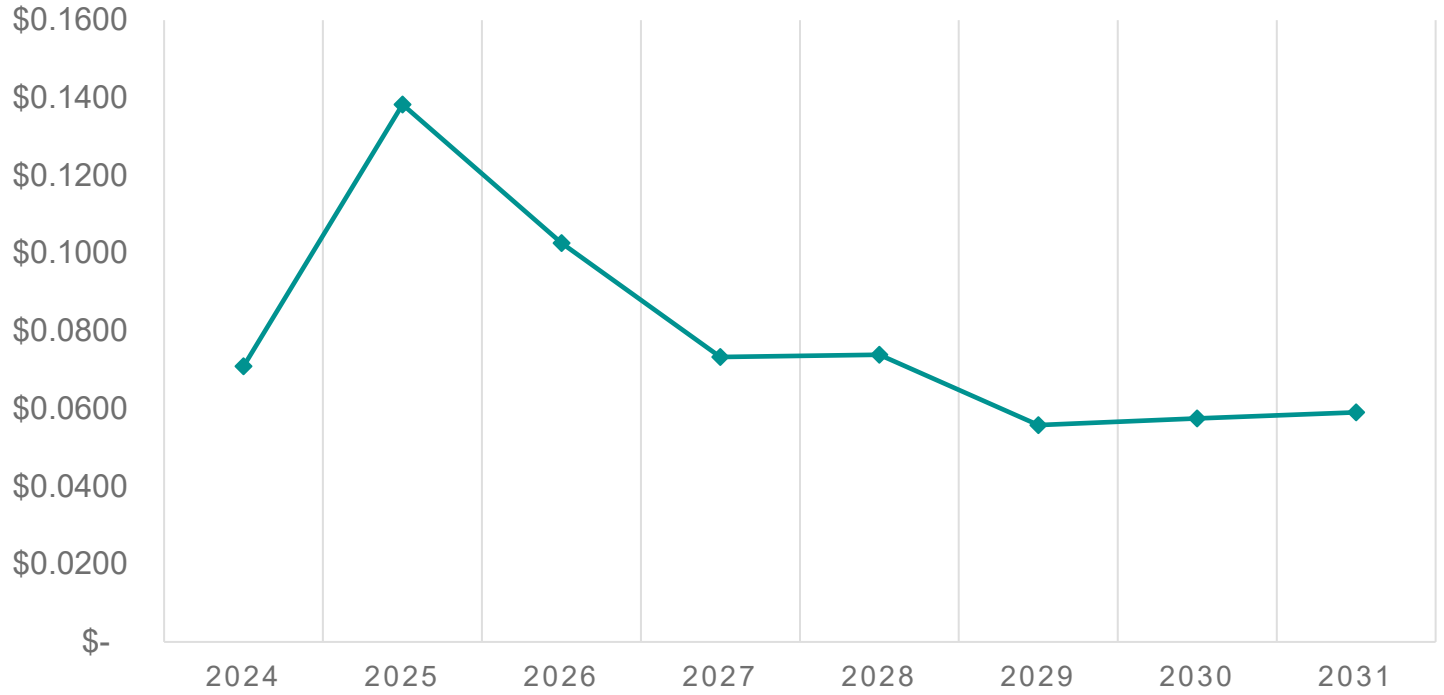


Assumptions:

1. Does not include interest collected from late payers.
2. Tonnage is unchanged.
3. Cost increase by 2% YoY.
4. Percentage allocation between PPP and HSP unchanged.
5. Flat Fee unchanged.

2027 Draft Oversight Fee – HSP Scenario 1 (recommended)

	2024 Actual	2025 Actual	2026 Actual	2027 Draft	2028 Projected	2029 Projected	2030 Projected	2031 Projected
Flat Fee Rate	$ 250.00	$ 470.00	$ 325.00	$ 325.00	$ 325.00	$ 325.00	$ 325.00	$ 325.00
Variable Rate ($/kg)	$ 0.0709	$ 0.1383	$ 0.1026	$ 0.0733	$ 0.0739	$ 0.0558	$ 0.0575	$ 0.0591
Surplus/Deficit Applied								

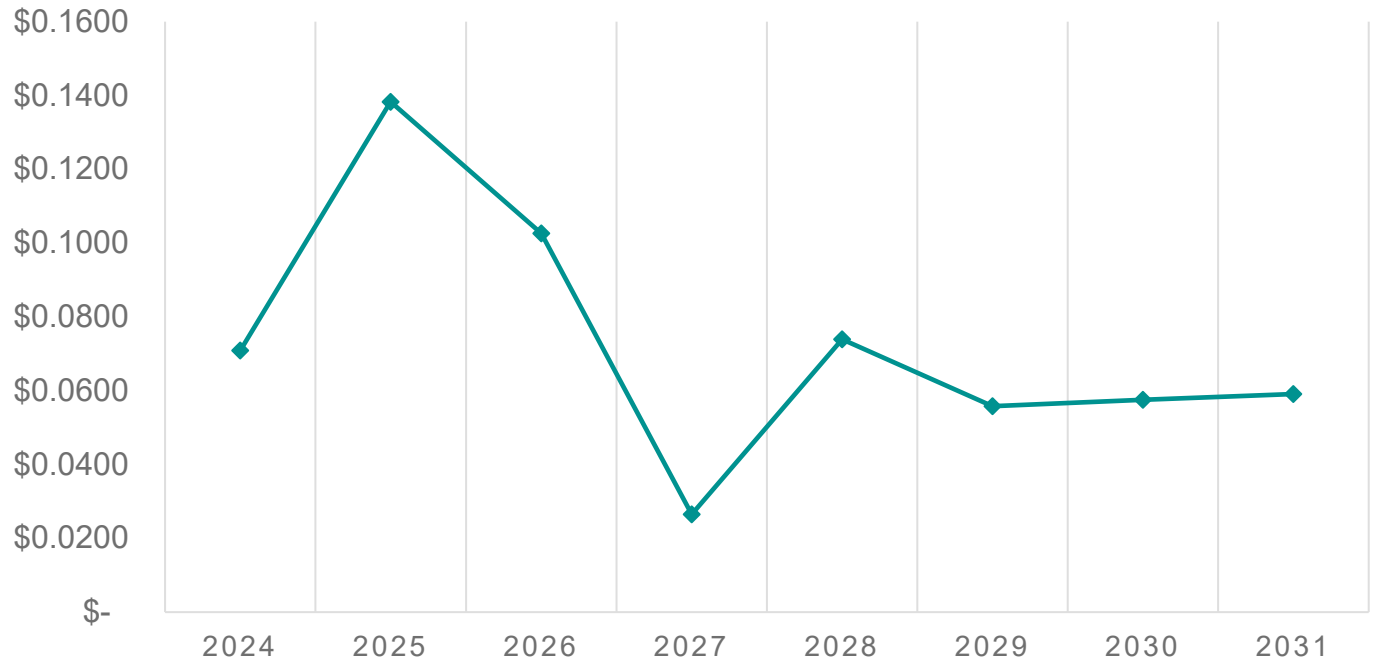


Assumptions:

1. Does not include surplus.
2. Does not include impact of 2026 program changes (Used Oil, DEF, WWF).
3. Does not include interest collected from late payers.
4. Tonnage is unchanged.
5. Cost increase by 2% YoY.
6. Percentage allocation between PPP and HSP unchanged.
7. Flat Fee unchanged.

2027 Draft Oversight Fee – HSP Scenario 2

	2024 Actual	2025 Actual	2026 Actual	2027 Draft	2028 Projected	2029 Projected	2030 Projected	2031 Projected
Flat Fee Rate	$ 250.00	$ 470.00	$ 325.00	$ 325.00	$ 325.00	$ 325.00	$ 325.00	$ 325.00
Variable Rate ($/kg)	$ 0.0709	$ 0.1383	$ 0.1026	$ 0.0265	$ 0.0739	$ 0.0558	$ 0.0575	$ 0.0591
Surplus/Deficit Applied				$ 736,420				



Assumptions:

1. Does not include impact of 2026 program changes (Used Oil, DEF, WWF).
2. Does not include interest collected from late payers.
3. Tonnage is unchanged.
4. Cost increase by 2% YoY.
5. Percentage allocation between PPP and HSP unchanged.
6. Flat Fee unchanged.

Recommended 2027 Oversight Fee

	PPP Scenario 1	HSP Scenario 1
Flat Fee	$ 180.00	$ 325.00
Variable Rate	$ 0.0307	$ 0.0733

Oversight Fee Threshold

Producers supply below threshold → Flat Fee.

Producers supply exceeds threshold → Flat Fee & Variable Rate.

PPP threshold is 50,000 kg as per last year.

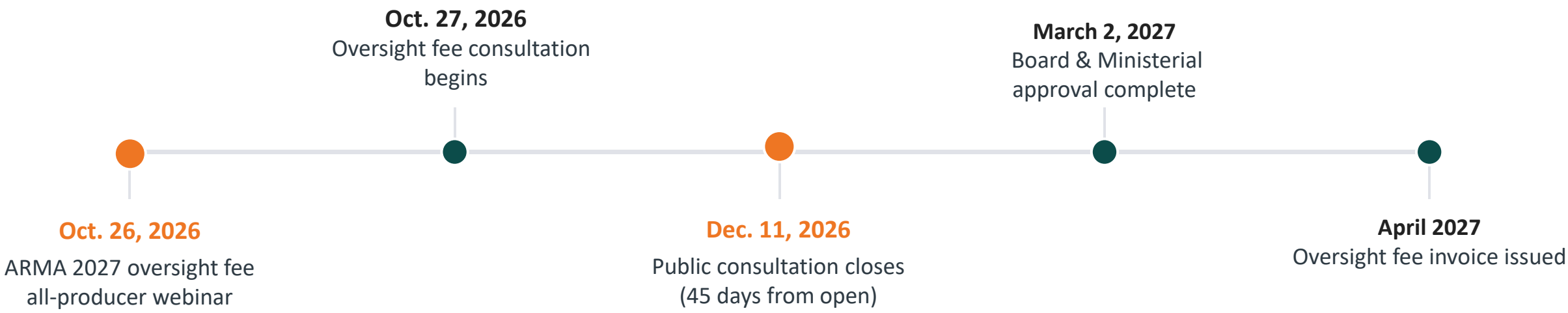
HSP threshold is 1,000 kg as per last year.

	PPP Producers	HSP Producers
Flat Fee	55%	56%
Flat Fee + Variable Rate	45%	44%

WHERE WE ARE

Timeline

Recap of consultation process, and key milestones ahead





Recording Stopped

Question Period

Email general questions to
EPR@albertarecycling.ca

Thank you

Alberta Recycling Management Authority

EPR@albertarecycling.ca
Local 780.990.1111
Toll-free 1.888.999.8762
albertarecycling.ca