From: Warren Stone

Sent: Wednesday, 8 August 2018 8:06 AM **To:** Adjudication; Cramond, Tessa

Subject: AA1000419 – Council Solutions – submission

Good morning Tessa,

Following on from our phone conversation last week I would like to express my concerns regard Council Solutions proposal to put out a long term receivable contract for Household Recycling.

My concern is that if the receivable contract was awarded to an interstate operator it has the potential to have an adverse effect on the Container Deposit Legislation in South Australia.

- 1) The Recycling product would be sent interstate, the redeemable containers would be lost to SA, which then could have a significant impact on the Scout Recycling Centres, which is owned by The Scout Association of Australia (SA Branch). The loss of these containers would a loss of income therefore reducing the amount of money put back into Scouting in South Australia, last financial year we were able to put \$2.1 million back into Scouting.
- 2) It would have the potential to cripple a system that has been running for 41 years in SA, it is a constant battle with Coca Cola & the Breweries here in SA, who would like nothing better than to undermine the system, as they attempted to do in Northern Territory when it commenced in 2012, and have it closed down, this would be done by them being able to demonstrate that the returns are dropping and therefore the scheme is not viable.
- 3) If this was to happen there are 124 Container Deposit Depots in SA, quite a lot run by "Mums & Dads" that would be out of business as well as the Not For Profit sector, such as the Surf Lifesaving Assoc, The Guide Dogs & The Salvos that rely on the money they make from being involved in the system.

This might seem like a worst case scenario but it is what could potentially happen because we are talking about a long-term contract.

Kind regards,

Warren Stone General Manager Scout Recycling Centres South Australia

Office: 08 8285 8500 Fax: 08 8281 8879

Mob: Email:

