

## **Attachment 1 – Financial Security Requirements for Waste Loading Customers**

- a) A credit check may be done on any potential waste loading customer following the City's credit check procedure.
- b) The waste loading customer will provide security along with verification of contracts with a licensed hauler(s) and licensed landfill(s) prior to the City receiving waste for waste loading services.
- c) The security will be in the form of an irrevocable letter of credit from a chartered bank, be valid for a period of not less than 12 months, and contain an automatic renewal clause.
- d) The security will be calculated on the value of the customer's potential disposal costs transacted over an average ten-week period utilizing the average weekly volumes brought to Solid Waste sites over the most recent 52 week period, where applicable, multiplied by a cost factor of 48%.
- e) In the event the credit check is unsatisfactory, the Director, Transfer and Disposal Operations will determine appropriate security, based on a cost factor of up to 100% and/or a longer period of estimated business to ensure risk to the City is minimized.
- f) Customers will be invoiced monthly for their waste loading services and will have 21 days from the invoice date to notify the City in writing of any billing errors or omissions, otherwise payment will be due within 30 days from the invoice date.
- g) If payment is not made, services may be withheld until payment is made.
- h) If payment is not made within 60 days from the due date, the total amount owing may be deducted from the account holder's security.
- i) In the period after the due date and before any deduction is made from the account holder's security, a late payment charge will apply as provided in Section 441-5 of Chapter 441, Fees and Charges of the Toronto Municipal Code.