

THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE  
May 23, 2007  
Executive Summary  
**REQUEST FOR A QUALIFIED PRIVATE ACTIVITY BOND ALLOCATION FOR AN  
EXEMPT FACILITY PROJECT**

*Prepared by Walter Akiyama.*

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**Applicant:** California Pollution Control Financing Authority

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**Allocation Amount Requested:** \$15,500,000

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**Project Name:** Waste Connections, Inc.  
**Project Address:** 1333 Oakland Road  
**City, County, Zip Code:** San Jose, Santa Clara, 95112

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**Project Sponsor Information:**

**Name:** Waste Connections, Inc.  
**Address:** 35 Iron Point Circle, Suite 200  
Folsom, CA 95630  
**Principals:** Ronald J. Mittelstaedt, Steven F. Bouck, Darrell W. Chambliss,  
Worthing F. Jackman and David G. Eddie  
**Contact:** Worthing F. Jackman  
**Phone:** (916) 608-8266

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**Project User Information:**

**Name:** Same as Project Sponsor  
**Address:** Same as Project Sponsor  
**Contact:** Same as Project Sponsor  
**Phone:** Same as Project Sponsor

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**Project Financing Information:**

**Bond Counsel:** Orrick, Herrington & Sutcliffe, LLP  
**Underwriter:** Banc of America Securities, LLC  
**Credit Enhancement Provider:** Banc of America Securities, LLC  
**Private Placement Purchaser:** Not applicable  
**TEFRA Hearing:** February 13, 2007

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**Project Sponsor's principal activity:** According to the application, the Project Sponsor's principal activity is the collection, recycling, transportation and disposal of solid waste.

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**First Tier Business (Yes/No):** No

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**Regulatory Mandate (Yes/No):** Yes, California Integrated Waste Management Act (AB 939)

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**Sources of Funds:**

Tax-Exempt Bond Proceeds	\$15,500,000
Other Sources	<u>\$ 0</u>
Total Sources	\$15,500,000

**Uses of Funds:**

New Equipment Purchase --	
Collection Vehicles	\$ 9,750,000
Collection Containers	\$ 5,440,000
Cost of Issuance (including discount)	<u>\$ 310,000</u>
Total Uses	\$15,500,000

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**Description of Proposed Project:** According to the application, the proposed Project will consist of the purchase of cleaner-burning, more fuel efficient solid waste collection vehicles and containers to service the Project Sponsor's newly awarded multi-year contract with the West Valley Solid Waste Management Authority. The proposed Project will serve the Santa Clara County communities of Los Gatos, Saratoga, Monte Sereno and Campbell.

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**Environmental impact:**

- 1) Air Quality: According to the application, the purchase of new collection vehicles will burn cleaner fuel and produce fewer emissions.
- 2) Energy Efficiency: According to the application, the purchase of new collection vehicles will promote fuel efficiency and less reliance upon fossil fuels.
- 3) Recycling of Commodities: According to the application, the proposed Project will provide segregating recyclable and/or renewable resources more efficiently.
- 4) Safety and Compliance: According to the application, According to the application, the Project Sponsor is in compliance with all the state and federal environmental regulations regarding the operation of the proposed facility and its existing facilities that it currently operates.

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**Legal Questionnaire:** CPCFA staff has reviewed the responses on the Legal Status Questionnaire. It is the conclusion of CPCFA staff and Legal Counsel that the issues disclosed do not preclude CPCFA or this Committee from approving this request.

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**Recommendation:** Staff recommends that the Committee approve \$15,500,000 in tax-exempt bond allocation.