
VPS Program Quarter 2 2017 Review

Q2 2017 VPS Summary

September 8, 2017



Agenda

- Program Update
- Quarterly Overview of Results
- Q3 2017 Forecast
- Financials



VPS Program Update

- 55 CSEs participate in the VPS Program
 - 49 CSEs requested funds in Q2

- End-market issues in the marketplace persist
 - Limited outlets for all fiber types
 - N66 is only fiber type in demand
 - Processors have decreased demand
 - Little confidence among community on market improvement
 - Pad prices remain low

- AUPs are currently being conducted on 3 CSEs
 - One AUP conducted on-site

- All CSEs that requested funds are CARE members in good standing



VPS Summary Results



Q2 2017 Summary Results

- 49 CSEs Requested Funds for Q2 2017
 - 55 CSEs participate in program (89% response rate)

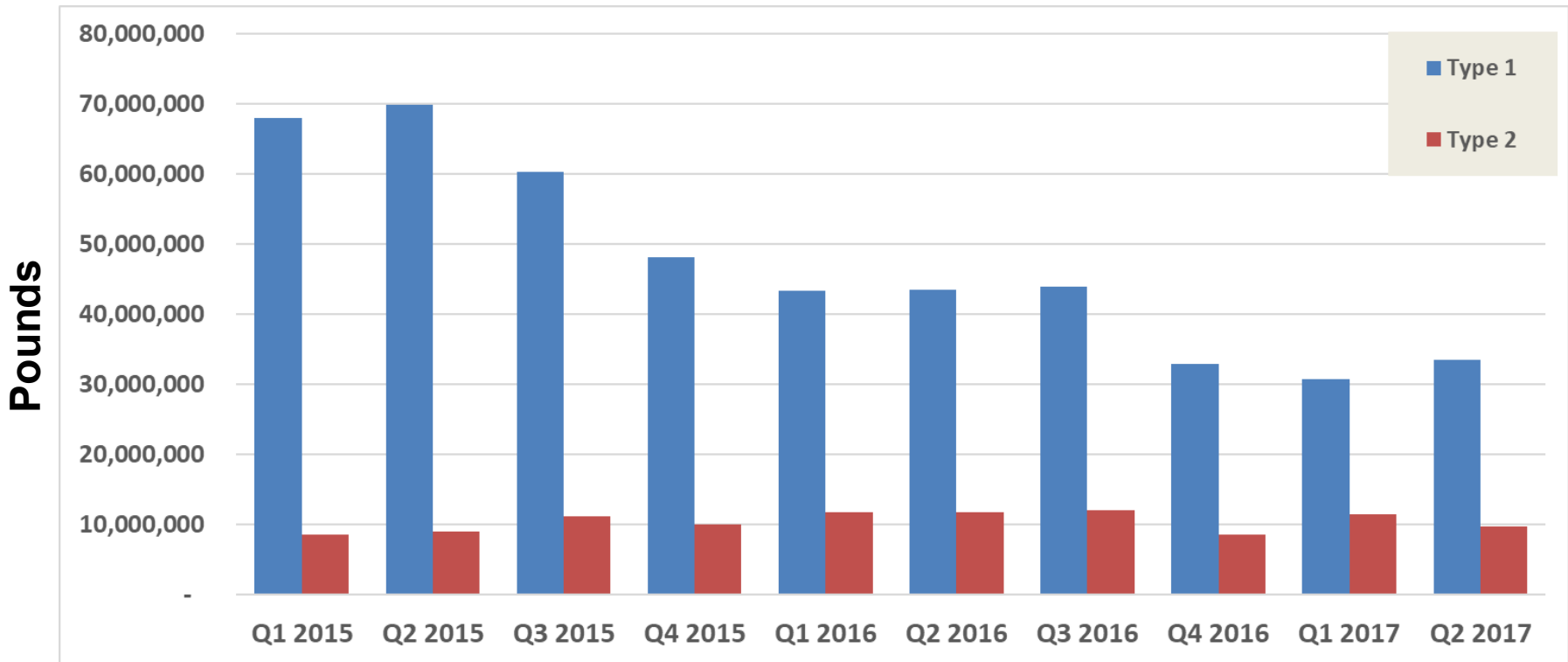
- Output Eligible for Funding: 43,142,110 lbs.
 - Total Output: 54,321,327 lbs.
 - Landfilled: 11,179,217 lbs.
 - Ending Inventory: 5,590,995 lbs.

- Total \$ Disbursed to CSEs- \$714,426
 - One CSE reached cap limit

- Total Q2 Payout(including admin expenses) -\$758,374



VPS Q2 Output Destinations (lbs.)

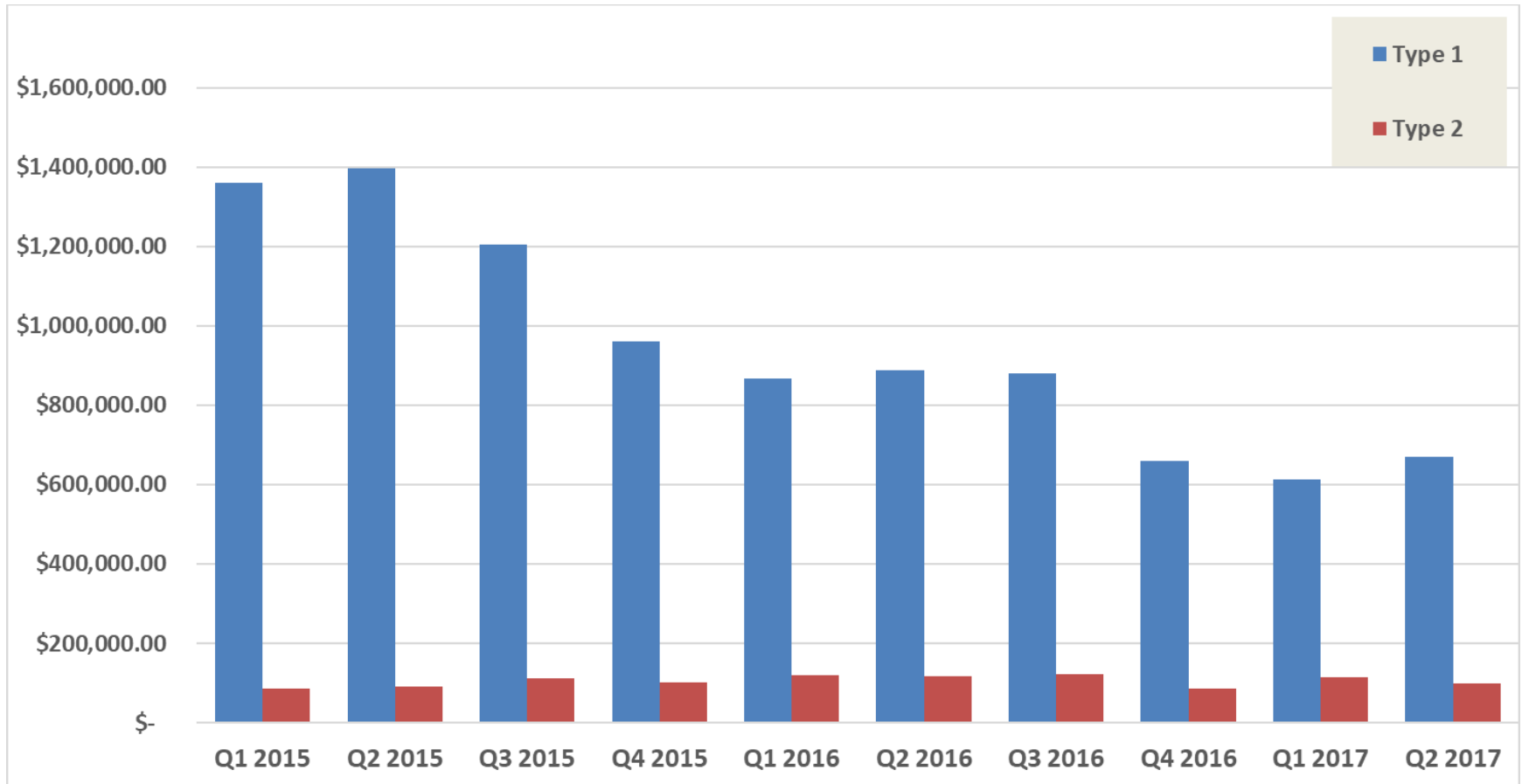


VPS Q1 Output Destinations (lbs.)

Pounds of Output			
	Q1 2017	Q2 2017	% +/- (Q1v.Q2)
Broadloom Re-Used (\$.02)	24,544	43,576	78%
Carpet Tile Re-used (\$.02)	299,499	267,817	-11%
Shipped Internationally (\$.02)	207,868	4,629,687	2127%
Shipped inside U.S. (\$.02)	30,194,143	28,555,591	-5%
Waste-to-Energy (\$.01)	8,462,076	6,367,046	-25%
Pyrolysis (\$.01)	-	-	0%
Cement Kiln (\$.01)	1,211,596	1,809,881	49%
CAAF (\$.01)	1,824,329	1,662,747	-9%
Total	42,224,055	43,336,345	1%



VPS Q2 Output (\$s)

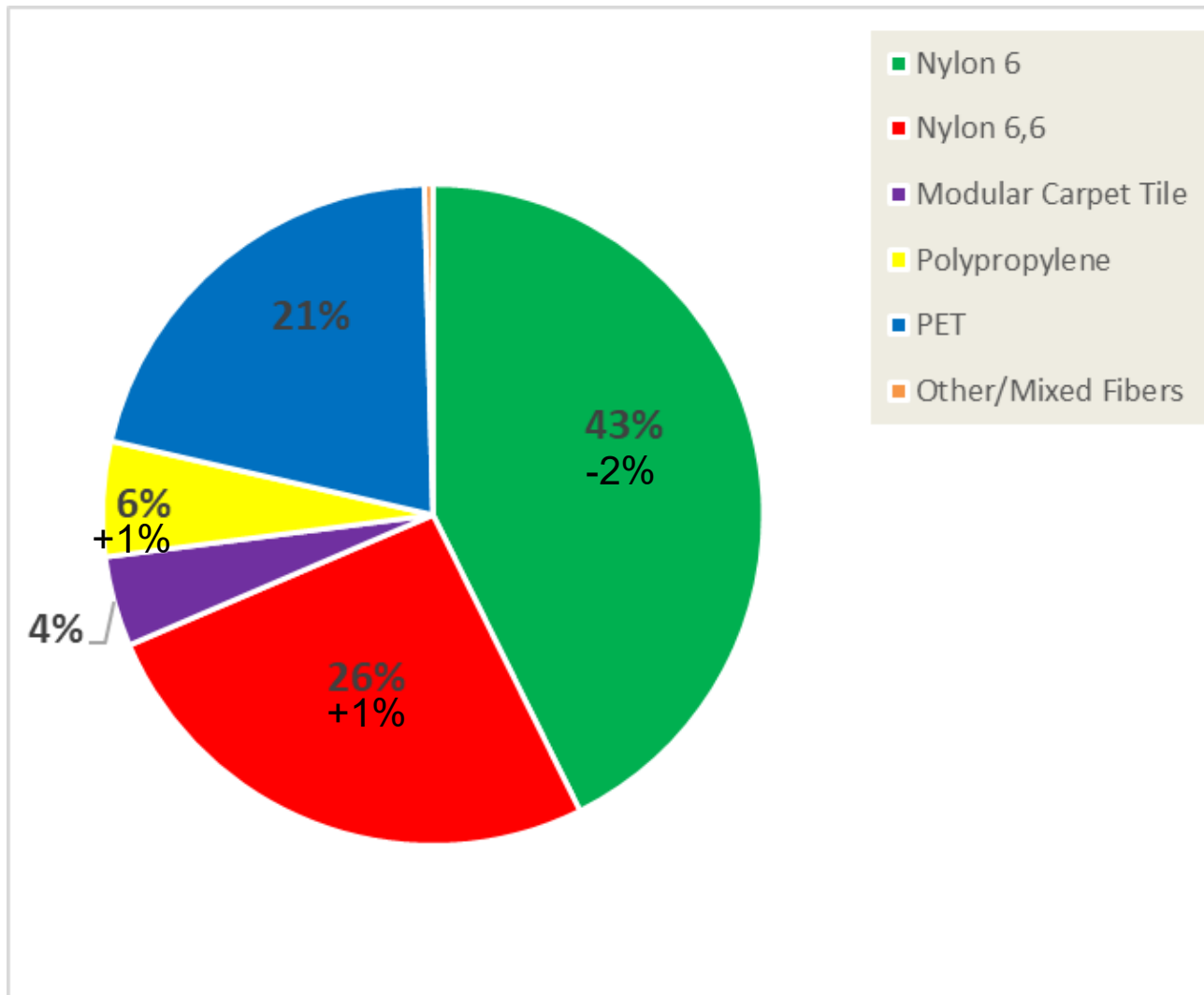


VPS Q2 Output (\$s)

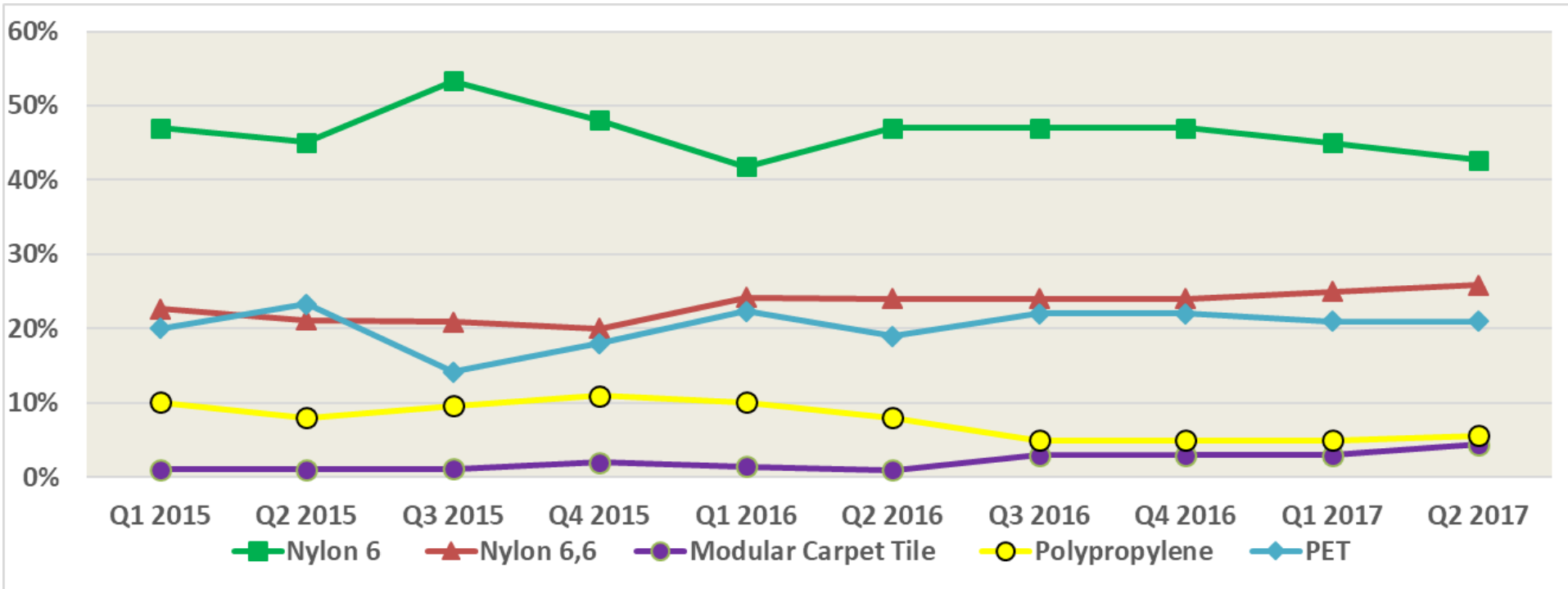
Output in \$s			
	Q1 2017	Q2 2017	% +/- (Q1v.Q2)
Broadloom Re-Used (\$.02)	\$ 491	\$ 872	77%
Carpet Tiles Re-used (\$.02)	\$ 5,990	\$ 5,356	-11%
Shipped Internationally (\$.02)	\$ 4,157	\$ 86,112	1971%
Shipped inside U.S. (\$.02)	\$ 603,883	\$ 573,709	-5%
Waste-to-Energy (\$.01)	\$ 84,621	\$ 63,670	-25%
Pyrolysis (\$.01)	\$ -	\$ -	0%
Cement Kiln (\$.01)	\$ 12,116	\$ 18,099	49%
CAAF (\$.01)	\$ 18,243	\$ 16,627	-9%
Total Uncapped	\$ 729,501	\$ 764,445	5%
Cap Correction		\$ (19,661)	
Overpayment Correction			
Grand Total Payout for Total	\$ 729,501	\$ 744,784	2%



Face Fiber Breakdown of Sorted Output



Face Fiber Breakdown % - Shipped and Sold

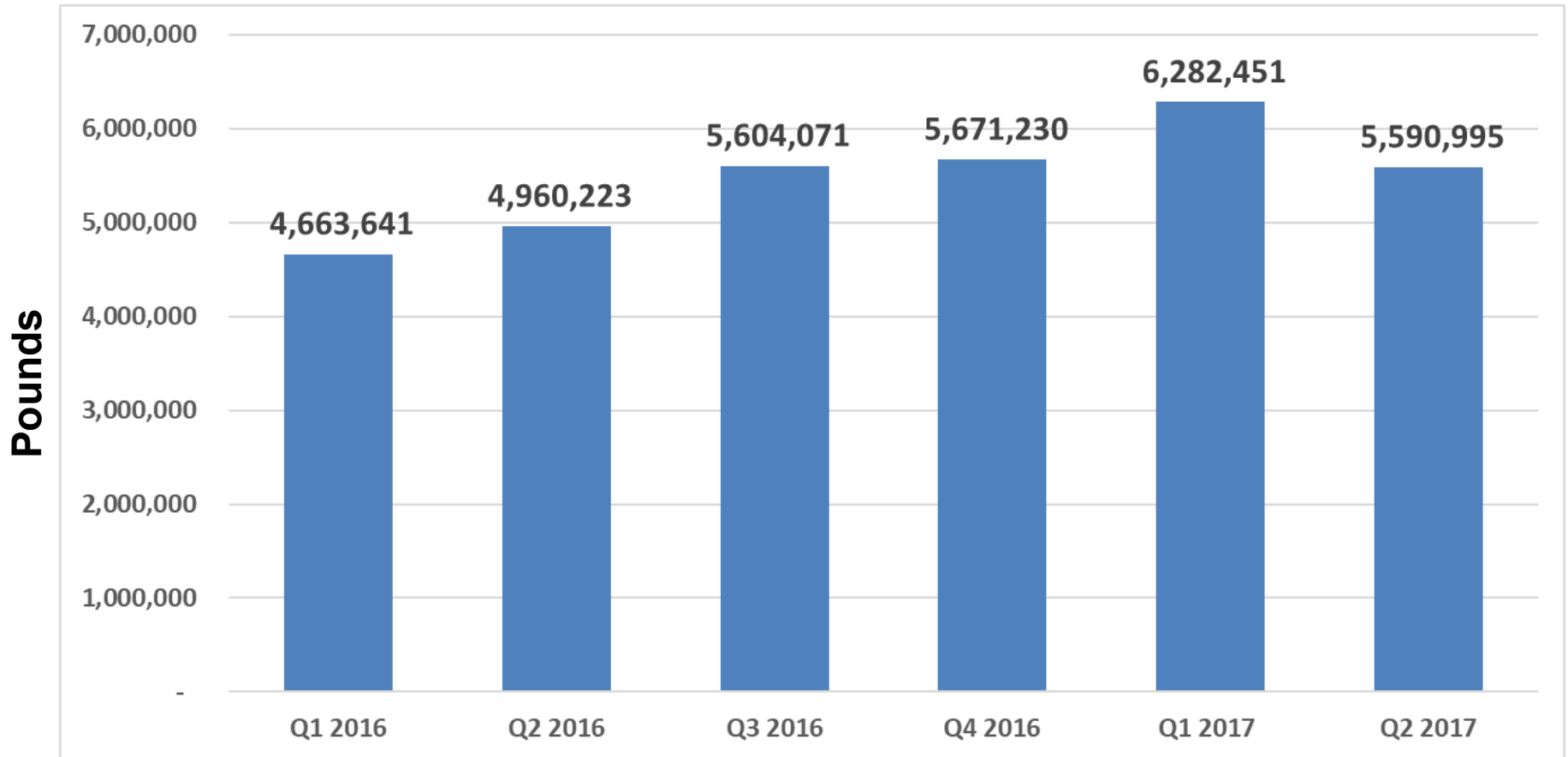


Face Fiber Breakdown(%)

Face Fiber Breakdown - Shipped and Sold		
	Q1 2017	Q2 2017
Nylon 6	45	43
Nylon 6,6	25	26
Modular Carpet Tile	3	4
Polypropylene	5	6
PET	21	21
Other/Mixed Fibers	1	0



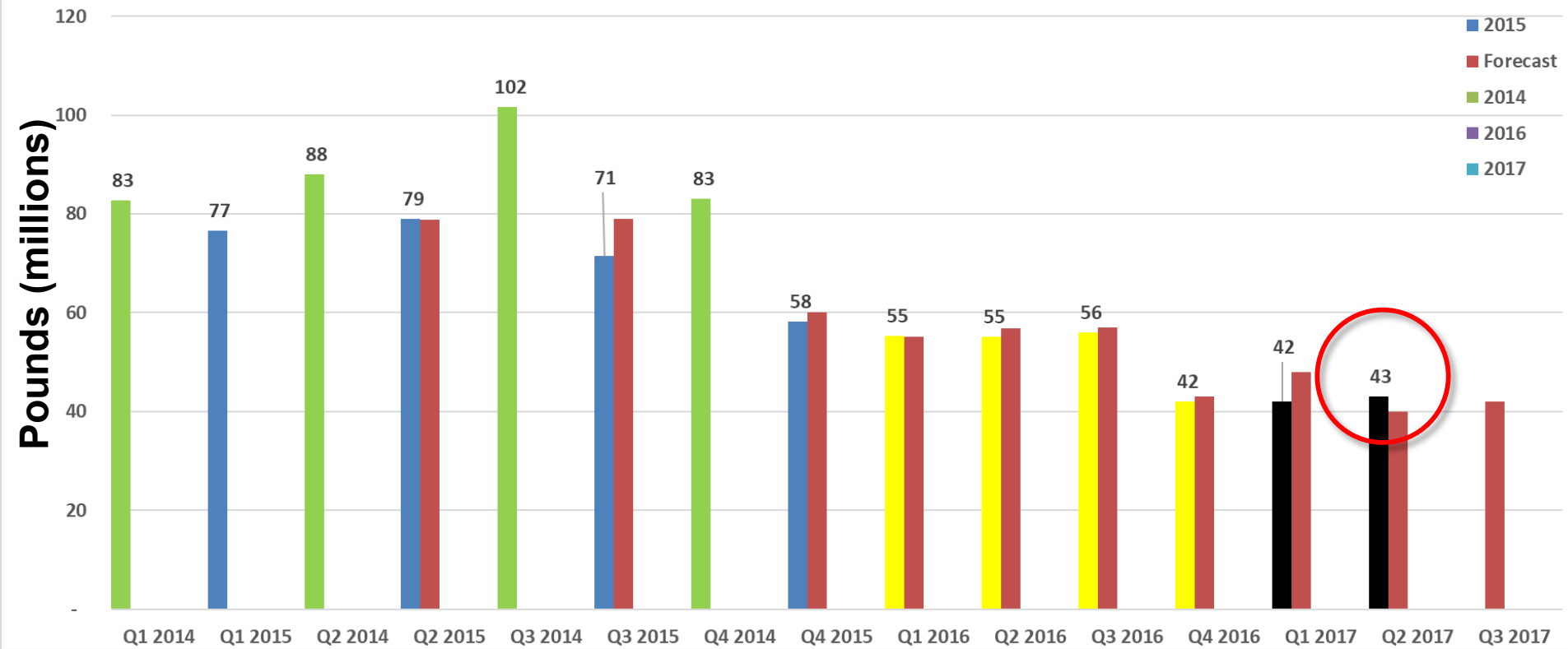
Inventory Levels



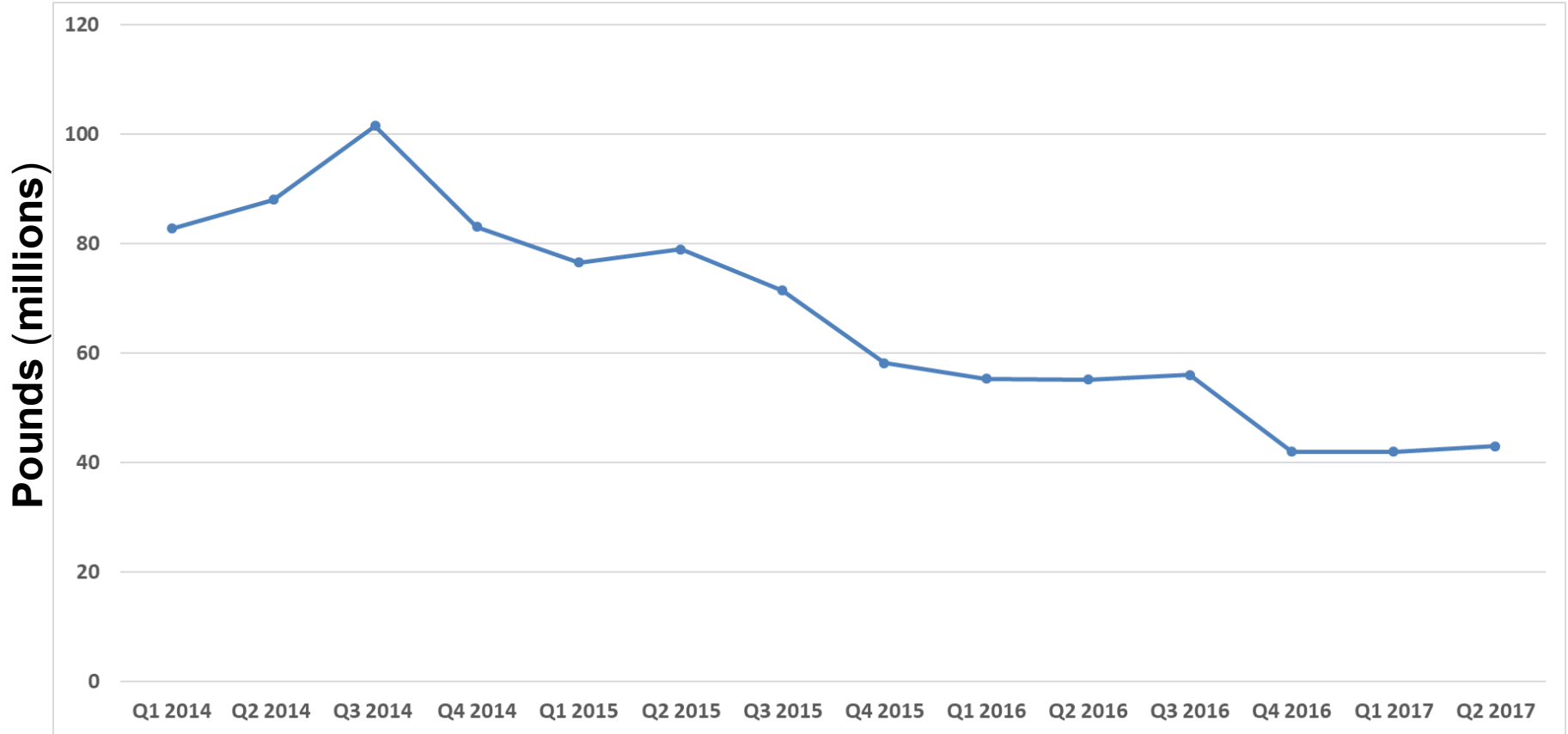
VPS Q2 2017 Forecast



Results and Forecasts



Sorted Output Trend



VPS Financials



VPS AUP Tracking

VPS CSE AUP Tracking			
	Selected	Completed	Note
Q1 2015	3	3	
Q2 2015	3	3	
Q3 2015	3	3	1 finding: Overpayment of \$49K to be paid back to VPS program in installments
Q4 2015	3	3	
Q1 2016	3	3	
Q2 2016	3	3	
Q3 2016	3	3	
Q4 2016	3	3	
Q1 2017	3	3	
Q2 2017	3		All are in final stages; 1 issue



Accounting Details for Quarter

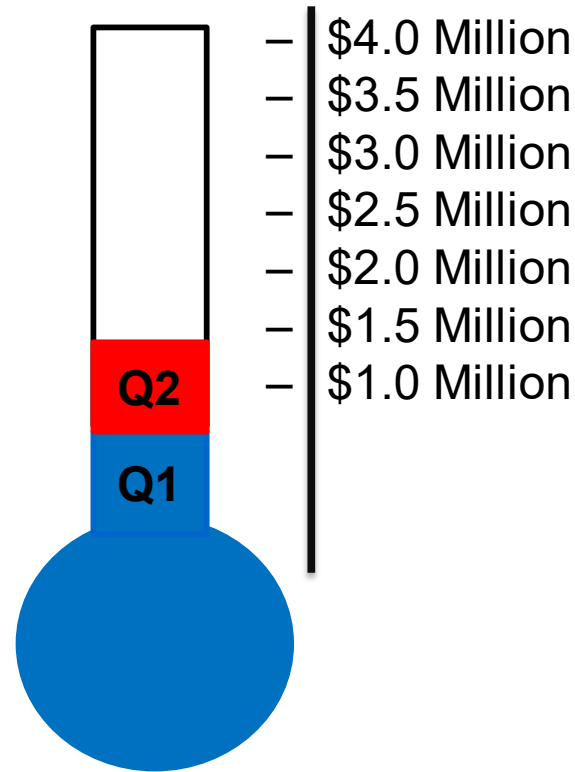
Q2 2017		
April Payout	\$	246,479.14
May Payout	\$	271,503.77
June Payout	\$	240,391.98
Q2 Total	\$	758,374.89



VPS Payout vs. Budget

Q2 Actual Payout - \$758,374

Q1 Actual Payout - \$714,426



\$2.5 million remaining for 2017



End of Review

