



Win with Waste for Entrepreneurs

How to turn waste into cash

Waste is part of our everyday lives.
Everything we buy and do creates waste.
Why throw your waste away?
Waste can actually be useful.
It can be re-used or recycled.
Collect waste from people who don't want it and sell it to people who do.



Win with Waste by turning it into cash.

How?

- Collect recyclable materials and sell to buyers
- Collect recyclable materials and transport to buy-back centres or depots and sell
- Set up a buy-back centre - people bring, you pay and then sell



WHERE TO START?

As with any business, success depends on good research and planning.

Do your homework. Find answers to all your questions. Decide what you want to do and what you will need.

Then you will be ready to prepare your business plan.



Contact **recycling companies** for advice and ask your questions. See page 3 for contact details.

- Is there a market for recyclable materials?
- Is there a good supply of recyclable materials?
- What materials do you accept?
- What don't you accept?
- Do you supply trolleys for collectors?
- Do you supply bags, drums or containers?
- Do we need to clean and sort?
- Can you supply names of local agents, collectors or buyers?
- Can you supply addresses of local depots and branches?
- How much do you pay?
- What do I need to collect, transport, or store materials?
- What do I need to set up a buy-back centre?
- Can you help me to draw up a site plan?
- What are the health, safety, fire and environmental risks?
- What about security?
- Do you provide training?
- What other options are available? (collection agent, container servicing agent, contracts)
- Do I need to register with you as a vendor, collector, transporter or buy-back centre operator?
- What documents will I need? (company registration, tax clearance, site lease agreement, contracts, municipal approval, bank statements, etc.)
- How can you help me to get started?
- Do you provide start-up finance?
- Do you have information on possible sources of finance?

Visit the IWMSA website, [FAQ's](#) (Frequently Asked Questions) for your nearest drop-off centre by searching on the either 'My Waste widget' or the 'SST Recycling and Waste Locations'

Contact the solid waste department of your **local municipality** and ask:

- Which municipal by-laws or other laws apply?
- Do I need to register as a collector, transporter or buy-back centre operator?
- Do I need a permit, licence or permission?
- How and where do I apply?
- Do I need to fill in any legal documents?
- What legal documents do I need?
- Do I need to submit building plans?
- Can I start collecting while I wait for my permit or licence?
- How can you help me to get started?
- Do you provide start-up finance?
- Do you have information on possible sources of finance?



CONTACT DETAILS

CANS	Collect-a-Can Tel +27 (0)11 466 2939	www.collectacan.co.za email: info@collectacan.co.za
GLASS	The Glass Recycling Company Tel 0861 2 GLASS (45277)	www.tgrc.co.za email: info@tgrc.co.za
PAPER	RecyclePaperZA Tel +27 (0)11 803 5063 Mpact Recycling Tel +27 (0)11 538 8600 Neopak Recycling Tel +27 (0)11 799 7111 Sappi ReFibre W.Cape: All Other provinces:	www.recyclepaper.co.za email: info@thepaperstory.co.za www.mpactrecycling.co.za www.neopakrecycling.co.za email: info@neopakrecycling.co.za www.sappirefibre.com Tel +27 (0)31 713 1473 Tel +27 (0)13 741 3378
PLASTICS	Plastics SA Tel +27 (0)11 314 4021 PETCO Tel 0860 147 738 POLYCO Tel +27 (0)21 531 0647 SA Vinyls Association Tel 082 444 6866 Polystyrene Association of SA Tel +27 (0)21 010 1493	www.plasticsinfo.co.za email: Rimeij.davey@plasticsSA.co.za www.petco.co.za email: info@petco.co.za www.polyco.co.za www.savinyls.co.za email: info@savinyls.co.za www.polystyrenesa.co.za email: Adri@polystyrenesa.co.za
AEROSOLS	AMASA Tel +27 (0)11 234 0467	www.aerosol.co.za email: execdir@aerosol.co.za
CARTONS (Beverage)	Tetra Pak South Africa Tel +27 (0)11 570 3073	www.tetrapak.com email: Agripa.Munyai@tetrapak.com
e-WASTE	e-Waste Association of SA Tel +27 (0)31 535 7146	www.ewasa.org e-mail: info@ewasa.org
METALS	Metal Recyclers Association of SA	www.mra.co.za email: info@mra.co.za
OIL	ROSE Foundation Tel +27 (0)21 448 7492	www.rosefoundation.org.za email: usedoil@iafrica.com
TYRES	SA Tyre Recyclers Tel +27 (0)21 577 1704	www.satyrerecyclers.co.za

Waste management licenses and registration on the national [South African Waste Information System](#) (and provincial waste information systems where applicable) are required for:

Waste Management Activities

- Collection
- Transportation
- Storage
- Re-use, recycling and recovery of waste
- Treatment
- Disposal

Waste Management Operators

- Waste collectors
- Waste transporters
- Waste recyclers
- Waste processors
- All those trading in waste

Find out more by visiting the [Frequently Asked Questions \(FAQ\)](#) section of the IWMSA website and click on Recycling when you make contact with recycling companies and your local municipality.

Which will be the best for you? Talk to the recycling company or agent before you decide:

- Legal entity: company, co-operative, partnership, agency
- Buy materials from informal collectors
- Collect from existing drop-off centres, e.g. schools, shopping centres
- Transport and store waste from various sources
- Set up a buy-back centre

Identify your competition

- Who are your competitors?
- What do they collect?
- Where do they collect?
- Who else collects in your area?

Whether you collect, transport, store or operate a buy-back centre or plan to do so, work through the following steps to see how you can turn waste into cash.



Look for a site in your area. Contact recycling companies and your local municipality about a possible site. Ask recycling companies for advice on any buildings needed as well as the layout of the site. Prepare a rough floor plan.

1. Where?

Think about:

- A site that is close to where the recyclable materials are
- A site that is close to your buyers
- Availability of materials that can be recycled
- Easy for the public and collectors to get to
- Existing building or site
- Building site needing alterations
- Open piece of ground or unused site
- Buying or renting a site

2. Work out how much space you will need based on:

- Volumes and type of materials to be stored
- How long they will be stored
- Reception, offloading, sorting, baling and storage areas
- Containers (type, size and quantity)
- Office area
- Toilet and washing facilities
- Staff kitchen
- Turning space and headroom for vehicles

3. What will you collect?

- Cans
- Glass
- Paper
- Plastics
- Used oil
- Scrap metal
- Electrical and electronic waste (e-waste)

Oil and e-waste are potentially hazardous so you need to handle them very carefully. Discuss with the relevant recycling companies or agents.

Before you decide, find out what materials are available and who else is collecting in your area.

4. Where will you get your recyclable materials from?

- Community brings in waste
- Informal collectors
- Collect from existing drop-off points
- Households
- Local landfill site
- Litter on streets and veld
- Areas with lots of waste
 - taverns
 - restaurants and hotels
 - shopping centres
 - offices and factories
 - schools
 - taxi ranks and hawker trading areas
 - stadiums and sports fields
 - outdoor events
 - picnic spots

5. What permits or licences will you need?

- Register as a collector with recycling companies or agents
- Permit, licence or permission from municipality
- Legal requirements and documents, e.g. collection and delivery notes for hazardous waste such as used oil
- If renting, permission to use the site from the owner
- Permission to collect from existing drop-off points, e.g. municipal drop-off centres, schools, shopping centres
- Permission to collect from offices, taverns, shops, etc.

5.

Identify Sources of Finance

- | | |
|---|--|
| • Recycling companies | See p. 3 |
| • Small Enterprise Development Agency (SEDA)
Tel: 0860 103 703 | www.seda.co.za
e-mail: info@seda.org.za |
| • Small Enterprise Finance Agency (SEFA)
Tel: 012 748 9600 | www.sefa.org.za
e-mail: helpline@sefa.org.za |
| • FinFind Easy
Tel: 031 207 5447 | www.finfindeasy.co.za
e-mail: info@finfindeasy.co.za |



Here is a checklist to help you decide

ITEMS	YES	NO	SOURCE?
1. Labour			
Supervision			
Administration and finances			
Security			
Sorting			
Housekeeping			
Other job types			
Quantity			
2. Services			
Water			
Electricity			
Sewage			
Washroom and toilets			
Kitchen			
3. Security			
Fencing, walls			
Lockable gate			
4. Reception/offloading area			
Placed near entrance			
Paving to support heavy trucks			
Paving to prevent mud during rain			
5. Payment area (secure)			
Cash box			
Security for cashier			
6. Sorting and baling area (shed?)			
Covered or uncovered?			
Protection from wind and rain			
Paving			
7. Storage area (shed?)			
Covered or uncovered?			
Paving			
Easy to clean			
Materials need protection from rain, storm water runoff and fire			
8. Containers			
Size			
Type (for each waste stream)			
Quantity			
Closed (to prevent wind-blown litter)			
Secure (to prevent pilfering)			
Containers for dirty waste, non-recyclables, general waste			
Labels/signs for containers			

ITEMS	YES	NO	SOURCE?
9. Recycling equipment			
Scales			
Sorting tables			
Baling machines			
Compactors			
10. Office equipment			
Telephone			
Computer and printer			
Calculator			
Furniture			
11. Housekeeping equipment			
Hoses			
Buckets			
Rakes			
Brooms and brushes			
Cleaning liquids and disinfectants			
Insect and fly repellents			
12. Safety equipment			
Overalls			
Protective equipment and clothing			
Fire extinguisher			
First aid kit			
13. Signboards			
Signboards to include: name of site, hours of operation, materials accepted/not accepted, contact details, sponsorship			
Direction signboards - negotiate with local municipality			
14. Transport			
Own truck, bakkie, tractor, trailer, trolley			
Negotiate with local waste contractors or local municipality			
15. Insurance (premises and contents)			
Fire			
Theft			
Damage			
Public liability			
16. Other			



1. Site management

- Prepare a floor plan
- Place the containers
- Label all containers
- Check on volumes
- Phone agent for collection or arrange for delivery
- Look for new business and other sources of recyclable materials

2. Money management

- Prepare budget
- Control payments and receipts
- Keep daily records of recyclables collected, stock, purchases and sales
- Prepare monthly income and expenditure reports including rent, telephone, water, electricity, wages, repairs, maintenance, etc.
- Check and balance income and expenses against budget
- Control bank account
- Decide on prices to be paid to people who bring in waste
- Make payment for materials brought in based on receipts
- Ensure security of cash on site

3. Price for recyclable materials

Negotiate with buyers, recycling companies or agents, but it depends on:

- Market demand – does anyone want to buy?
- Big enough volumes
- How well the materials are sorted, e.g. different colours, plastics identification codes, grades of paper
- How well you prepare the materials, e.g. loose, baled, flattened or compacted
- Quality and condition of the materials, e.g. rusty cans, clean and dry paper
- How they pay and how often
- Whether the buyer collects from your site
- Whether you deliver to the branch or depot

Remember: The more you sort and the better the condition of the materials, the more the buyer will pay. If you deliver to the buyer, he will pay more.

4. Labour

- Supervision
- Recruitment
- Job descriptions
- Employment contracts
- Wages

- 5. Staff training**
 - Supervisory training
 - Legal matters
 - Types of waste
 - Cleaning, separating, sorting and baling of recyclable waste
 - How to use the equipment
 - Health, safety and emergency procedures
 - First aid

- 6. Security** (to prevent theft of materials and equipment and illegal dumping)
 - During hours of business
 - After hours

- 7. Access control**
 - Access for staff
 - Access for vehicles
 - Access for public

- 8. Receiving**
 - Put up a price list
 - Check materials to make sure they are acceptable
 - Weigh materials
 - Work out amount to be paid
 - Issue receipt
 - Show the customer where to find the cashier

- 9. Recordkeeping**
 - Daily operating records: weights, volumes and types of materials collected, received and sold
 - Weekly or monthly reports
 - Prices paid to informal and formal collectors
 - Prices paid by agents
 - Contracts with (e.g. offices and shops), collectors and buyers

- 10. Housekeeping**
 - Include containers for non-recyclable materials, general waste and litter and make sure they are emptied regularly
 - Keep the site neat and tidy at all times to prevent bees, flies, rats, bad smells and accidents
 - Sweep, wash and disinfect the site regularly
 - Control pests with fly traps, cats to control rats and mice, etc.
 - On a daily basis pick up litter inside and outside of the site's fence
 - Check, maintain and repair equipment and containers
 - Switch off and lock up all equipment and buildings at close of business



11. **Pollution control**

- Install a drainage system to the sewer for storm water runoff and dirty water from the site
- Control dust
- Control open-burning
- Control noise
-

12. **Health, safety and emergency procedures**

- Draw up safety, emergency and fire protection plans
- Inform all staff about health, safety and fire risks and how to avoid them
- Be careful with hazardous materials, e.g. used oil and electrical and electronic waste
- Wear safety and personal protective equipment at all times
- Use equipment safely and correctly
- Switch off equipment before cleaning
- Make sure there is a telephone to contact fire, police, or emergency services in case of an emergency
- Put up a list of emergency telephone numbers
- Report all serious incidents to the relevant authorities

13. **Publicity and public education**

- Click on [My Waste](#) or e-mail info@mywaste.co.za to advertise your business free of charge
- Local municipality - municipal newsletters, Environmental Health Officers
- Ward committees, community-based organisations
- Recycling companies
- Press, meetings, leaflets, posters

8.

Draw up a Business Plan and a Budget

Use the following headings:

1. **General**

- Name of business
- Physical and postal address
- Legal entity (e.g. company, partnership, co-operative, etc.)
- Contact persons
- Telephone numbers and e-mail address
- Ownership, management and staffing structure

2. The business

- Description of the business (cans, glass, paper, plastics, oil, electronic waste - delivery to or collection by recyclers)
- Goals of the business
- Area of operation
- Description of the market (available recyclables, source of recyclables, price for recyclables, competitors)
- Start-up capital needed and available: amount and source
- Working capital needed and available: amount and source

3. Start-up costs

- Site (purchase or rental), buildings, sheds, services, zozo, containers, labels for containers, transport, scales, sorting tables, municipal rates and taxes, insurance.
- Labour
- Security, walls/fencing, signboards
- Telephone, office furniture and equipment,
- Advertising and education of public
- Cash float

4. Legal requirements

- Company/partnership/co-operative registration
- Registration with recycling company or agent
- Permits, licences, permission

5. Labour needs

- Number, type and cost
- Applicable labour legislation

6. First year plan - month-by-month

- Recycling targets, sources of recyclable materials
- Price you will pay for recyclables
- How you will sell recyclables
- Who will you sell recyclables to
- Price you will get for materials
- Estimated income and expenditure
- Estimated profit or loss

7. Second year plan

As for first year plan above, but quarter-by-quarter (every 3 months)

8. Marketing

- Waste collection – where and how (schools, taverns, restaurants, shops, offices, factories, households, litter pick-ups)
- Advertising and public education – where and how



And finally.....

The cost of transport makes up the biggest cost for any recycling business. Do everything you can to reduce transport costs. Choose a site near recyclable materials. Choose a site near the buyers.

- Is it working or is it not?
- What works and what does not?
- Are people bringing in materials?
- Is it being used correctly?
- Am I getting good prices?
- How can I improve?
- What changes should I make?

GOOD LUCK!



Institute of
Waste Management
of Southern Africa

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