HIGHWAY 59 ORGANIC WASTE TRANSFER/PROCESSING OPERATIONS UPDATE



SB 1383 COMPLIANCE

2022-2023



SYNOPSIS

- 2019-2020: Conducted SB 1383 compliance planning for MCRWMA and its Member Agencies
- Issued a Request for Proposals (RFP) for Organic Waste Transfer or Processing Operations at Highway 59
- Three proposals were received; ultimately two were found to be non-responsive
- Evaluation committee proceed to enter negotiations with California Wood Recycling, Inc. dba Agromin (Agromin)

AGROMIN COMPANY QUALIFICATIONS

- Agromin was founded in 1972 and began recycling organic waste in 1993
- Operate over 30 organic processing and composting facilities through out California:
 - I site located in Merced county
 - 3 other sites are co-located at landfills to anticipated approach to the Highway 59 Landfill
- Agromin has no past litigation and notice of violation history
- Term Length negotiated to ten (10) year agreement, may be extended for up to five (5) additional years

AGROMIN TECHNICAL PROPOSAL

- Proposed two phase approach to the Facility:
 - Phase I: bring participating agencies into compliance while preparations are made for additional Facility
 - Phase 2: conversion to Covered Aerated Static Pile (CASP) operation
- Preventative maintenance program will be put in place according to manufacturer specifications
- Act as a broker to aid participating agencies through use of their marketing and sales channels, then track procurement targets
- Provide bulk mulch and compost to participating agencies at a discounted rate

AGROMIN PRICING PROPOSAL

Proposed price per ton for the processing of organic waste

Phase	Commodity	Cost/Ton	
Phase I	Green Waste Composting	\$	53.89
	Food Scraps Composting	\$	59.95
Phase 2	Residential Mixed Organic		
	Waste	\$	66.28
	Food Scraps Composting	\$	59.95

FLOW CONTROL ARRANGEMENT

- The Merced County Regional Waste Management Authority (MCRWMA) directs the flow of solid waste, recycling, and organic materials generated within the service area and facility(ies) to be used
- Due to the State of California's increased diversion mandates, the MCRWMA has relaxed flow control requirements for recyclables and organic material allowing jurisdictions to mitigate increased costs associated with contamination, transportation, and/or processing
- Jurisdictions seeking to use an alternative facility must obtain approval from the MCRWMA prior to diversion provided that either:
 - (1) The recycling and organic materials do not generate a net revenue and are a pass-through expense for the MCRWMA
 - (2) The MCRWMA is not permitted to accept such materials





Thank you

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