



ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input checked="" type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s). _____	<input type="checkbox"/> Report
<input type="checkbox"/> Res. No(s). _____	<input type="checkbox"/> Public Hearing (Info/consent)
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____

Prepared By: Grant Dunne, Management Analyst III *Grant Dunne* Agenda Item No. *Mark Norris I-6*Reviewed By: City Manager *[Signature]* City Attorney *[Signature]* Finance *[Signature]* Public Works – Mark Norris  
Other (Specify) \_\_\_\_\_

DATE: October 11, 2006

TO: City Council

FROM: Mark Norris, Assistant Director of Public Works Department

SUBJECT: **Agreement For Hauling and Beneficial Reuse and Disposal of Biosolid Materials  
Between the City of Oxnard and San Joaquin Composting, Incorporated****RECOMMENDATION**

That City Council:

1. Approve and authorize the Mayor to execute an Agreement For Hauling And Beneficial Reuse and Disposal of Biosolid Materials Between the City of Oxnard and San Joaquin Composting, Incorporated.
2. Approve the appropriations to increase revenue in the amount of \$320,000 to the Wastewater Treatment Fund for operating service charges and to increase appropriations in the amount of \$320,000 for biosolid material service.

**DISCUSSION**

Since 1996 Oxnard's Wastewater Division has hauled approximately 22,000 tons annually of biosolid material to a City owned 1280-acre farm near Wasco in Kern County, California. There, the biosolid material was chemically treated into fertilizer for cotton, grass and cattle feed. In June 2006, voters in Kern County passed a proposition (Measure E) that prohibits the importation and land application of biosolid material in Kern County. This takes effect in January 2007 but composting facilities are exempt from Measure E. Currently, the Wastewater Division is hauling its biosolid material to San Joaquin Composting in Kern County.

On August 1, 2006, staff issued a RFP for hauling, beneficial reuse and disposal of biosolid material to potential service providers. In response, San Joaquin Composting submitted the best proposal for hauling and reuse/disposal of biosolid material. Through the use of its parent company McCarthy Family Farms, Incorporated, San Joaquin Composting can provide a fully permitted and compliant operation to haul, compost and reuse biosolid material as fertilizer for its agricultural crops. San Joaquin Composting is experienced in all facets of effectively and safely managing biosolid material. Currently, San Joaquin Composting performs effective, dependable and safe reuse/disposal of biosolid material generated from Oxnard's Wastewater Treatment Plant.

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**Agreement For Hauling and Beneficial Reuse and Disposal of Biosolid Materials Between the City of Oxnard and San Joaquin Composting, Incorporated**

**October 11, 2006**

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The Agreement (Attachment No. 1) provides hauling and beneficial reuse and disposal of biosolid material generated from the Oxnard's Wastewater Treatment Plant to San Joaquin Composting. The initial term of the Agreement is from November 18, 2006 to November 17, 2008. Thereafter, the Agreement may be extended in one successive one-year term upon mutual written consent. San Joaquin Composting meets all required City provisions in the Agreement including the possession of a business license and appropriate certificates of insurance. Based on San Joaquin's service rates and the projected amount of biosolid materials generated by the Wastewater Treatment Plant the estimated value of this Agreement is \$2,200,000.

**FINANCIAL IMPACT**

Staff recommends an appropriation of revenue in the amount of \$320,000 to the Wastewater Treatment Operating Service Charges (Account No. 621-6202-613-7681) to adjust for increases in recognized revenues from the growth of residential and commercial users and \$320,000 to the Wastewater Disposal (Account No. 621-6202-844-8268) for biosolid material service. As a result, there would be no net effect on the Wastewater Treatment Fund Balance.

GD

Attachment #1 – Agreement For Hauling and Beneficial Reuse and Disposal of Biosolid Materials Between the City of Oxnard and San Joaquin Composting, Incorporated.

#2 – Special Budget Appropriation

Note: The Agreement For Hauling and Beneficial Reuse and Disposal of Biosolid Materials Between the City of Oxnard and San Joaquin Composting, Incorporated has been provided to the City Council. Copies are available for review at the Circulation Desk in the Library after 6:00 p.m. on the Thursday prior to the Council meeting and at the City Clerk's Office after 8:00 a.m. on Monday.

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**CITY OF OXNARD**  
**REQUEST FOR SPECIAL BUDGET APPROPRIATION**

To the City Manager:

Date 10-24-06

Request is hereby made for an appropriation of total.....\$320,000

**Reason for appropriation:** Increase revenues for operating service charges and increase appropriations for the biosolid material service agreement.

<u>FUND</u>	<u>ACCOUNT/DESCRIPTION</u>	<u>AMOUNT</u>
Wastewater (621)	621-6202-613-7681 Wastewater/Treatment/Operating/Oxnard Rates	(\$320,000)
	621-6202-844-8268 Wastewater/Treatment/Utilities/Disposal	\$320,000
	Net effect on Wastewater Fund Balance:	<u>(\$ 0 )</u>



Program Leader



DIRECTOR OF FINANCE

Disposition	Approved _____
	Rejected _____
Transfer by Journal Voucher _____	City Manager _____