MUNICIPALITY OF ANCHORAGE

ASSEMBLYMEMORANDUM

AM No. 64-2020

Meeting Date: January 28, 2020

From: MAYOR

Subject: AN ORDINANCE APPROVING AND AUTHORIZING MODIFICATIONS MADE TO SOLID WASTE SERVICES INTEGRATED SOLID WASTE MASTER PLAN.

Background

Solid Waste Services ("SWS") has modified the Integrated Solid Waste Master Plan ("ISWMP") to include key infrastructure improvements and further development of alternative technologies that would benefit the SWS and the Municipality of Anchorage (the "Municipality"). The ISWMP includes many waste diversion options necessary to extend the life of the landfill for as long in to the future as possible. The ISWMP will guide future development and operation of the solid waste management system within the Municipality for several decades to come.

Modifications to the ISWMP are summarized as follows:

Anchorage Regional Landfill ("ARL") Entrance Facility

In November 2018, a magnitude 7.0 earthquake occurred in Southcentral Alaska. As 20 a result of this earthquake, the landfill entrance facility building was severely 21 22 damaged at the ARL. An assessment of the building determined that the building sustained damage during the earthquake that rendered the building largely unusable. 23 Evaluation of the options to restore the building to pre-earthquake functionality have 24 25 been performed and FEMA is in the process of determining whether the building will be eligible for repair or replacement based on construction cost estimates in 26 27 accordance with 44 CFR § 206.226(f), commonly referred to as "the 50 percent rule". SWS has applied for FEMA funding for the demolition and replacement of the Landfill 28 29 Entrance Facility. To restore the function of the Landfill Entrance Building to the ARL, 30 the recommended option is to demolish and replace the existing heavily damaged 31 building in its entirety, replacing with a building of at least equivalent functionality and in compliance with current codes. 32

Waste to Energy

35 A White Paper Report on the Development of a Waste-to-Energy Project for the Municipality was prepared in September 2019 which included a pro forma model. 36 prefeasibility study review and findings that a WTE facility in the MOA should be 37 38 considered further. A more detailed Feasibility Study was proposed that evaluates 39 regulatory, environmental and social impact studies; engineering and geotechnical 40 review of potential sites; waste collection and transportation studies, detailing 41 implementation time line including procurement, financing and permitting discussions and further refining of the pro-forma model. Recommended next steps for future 42 43 planning include: Detailed discussion of the pro-forma and next steps for evaluating 44 the development of a WTE project. The ISWMP includes the steps as well as projected construction costs in the short- and medium-term. 45

33 34 Recommendation tables are included in Section 5.0 of the ISWMP and Exhibit A of this Memorandum.

Material Recovery Facility

The Municipality issued a study to assess the feasibility of establishing a material 6 7 recovery facility ("MRF") at the existing transfer station site to manage current and future diversion of recyclable materials. The primary function of a MRF is to extract or 8 9 separate out recyclable commodities in order to obtain the highest quality of 10 recovered materials to be sold into markets for the highest financial value. The study also discusses different recycling capture scenarios, corresponding to required 11 infrastructure, capital and operating costs, and the benefits of developing a proposed 12 MRF facility. 13

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The ISWMP Recommendations Updated Summary

The ISWMP prepared for the SWS provides a roadmap to optimize SWS's solid waste management system and assets through improved operational efficiencies, capital improvements and new practices/programs that increase landfill life, improve safety and customer service, protect the environment and increase waste reduction, reuse and recycling of materials that are currently disposed of as waste.

Recommended strategies for short, medium and long-term system planning periods were developed. The recommendations have been modified to include the major infrastructure items described in this memo as well as updates to other items of relevance that have been revised based on up-to-date information, including a revised estimate of costs for a leachate evaporator system at ARL.

Attached to the Memorandum is Exhibit A which represents an Executive Summary of the ISWMP as well as a Recommendations Summary. There is no immediate economic impact; therefore no Summary of Economic Effects is attached to this ordinance.

The Administration recommends scheduling a Public Hearing on February 11, 2020.

THE ADMINISTRATION RECOMMENDS APPROVAL OF THE ORDINANCE.

Prepared by:	Mark Spafford, SWS General Manager and
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Concur:	Lance Wilber, Office of Management & Budget Director
Concur:	Alexander Slivka, CFO
Concur:	Rebecca A. Windt Pearson
Concur:	William D. Falsey, Municipal Manager
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