Making Your Compost Product Work for You!

Compost Sales and Marketing

3/30/2010 Charles Duprey Business Development WECARE ORGANICS, LLC





- WeCare Companies WeCare Organics
- Composting and what WCO specializes in
- Business Model
- End Uses
- Marketing Plan and Market Research
- Branding Promotion
- Distribution
- The Successful Composter

WeCare Companies

As "leaders in beneficial use, technologies and traditions," WeCare Organics is responsible for the final resolution of the largest volumes of nonhazardous residual waste streams in northeastern United States. Providing turnkey residuals management products and services to public and private communities alike, WeCare Organics is the responsible, singlesource solution in the ever-changing world of residuals management.

- Organic Waste Management Facilities (Project Development and Operations)
- Alkaline and Composting Stabilization Technologies (Beneficial Use)
- End-Product Marketing
- Water/Wastewater Treatment Plant Upgrades
- Mobile Dewatering & Digester Cleaning
- Hydraulic Dredging
- Regional Transport/Disposal of solid wastes, soil products and road salts
- Renewable Energy Conservation, Recovery, and Generation
- Carbon Offset Management

COMPOSTING



There are many different kinds of by-products that can be composted.

Some of the most common (and most accepted) are:

- Agricultural Manure
- SSO (Source Separated Organics)
- Food
- Yardwaste Leaves, Grass, Brush





Everyone LOVES Composting & Compost

Marketing of compost has come a long way over the past 15-20 years. Now the word "compost" is a household term and the use of compost has become the *preferred* way to garden.





What WeCare Organics Does -MSW/Biosolids CoCOMPOSTING

Then there are two (2) "less popular" types of by-products:

- Municipal Solid Waste (MSW)



- Biosolids (Sludge)





BIOSOLIDS COMPOST



The longest (and most misunderstood) battle in the marketing of biosolids compost has been HEAVY METALS. These concerns were real at one time, but haven't been for a very long time due to strict EPA and State Regulations.

Over the past 10-15 years, through the marketing efforts of companies like WeCare and associations like WEF, the use of biosolids in compost has become much more accepted.



Business Model

 A traditional business model for a composter could be broken up into these three pieces...

- Composting as Manufacturing
- Available Markets
- Sales/Marketing (Separate Discussion)

Composting as Manufacturing

- Identifies critical components of success
- Control over inflow of materials
- Timing production with sales "JIT"
- Market based decision making

Critical Components of Success

- Business plan
- Financing
- Process Control
- End Product Quality
- Marketing

Control over inflow of Materials

- One of the biggest challenges
- Issue for composter big or small
- If dumper not honest, dump them
- Directly effects end product
- Think back to factory model, a car factory wouldn't except inferior gas peddles !

Timing Production

- Just in time inventory revolution
- Spring/Winter in the Northeast
- Weather effects end product in some cases
- Directly effects bottom line

Market Based Decision

Making

Available markets

High Quality Compost – Retail Markets approximate usage in 1993 4.4 million yards price range \$18 to 22 in 2009 dollars **Sports Turf .5 million yards Nurseries 1.5 million yards Top Soil** .8 million(under represents Tri State) **Nursery Growers** .5 million yards

Determining your goal

Number of Potential Users in Core Market Area x Average Use per Customer x Your Market share goal = **Volume of potential Market Sector Dollar Markets First then Volume** Dollar – retail, landscapers, top soil, turf Volume – Agriculture, DOT, Landfill Cover

END USES – ATHLETIC FIELD CONSTRUCTION







END USES – ROOFTOP GARDENS



Market Plan and Research

- Brand Name
- Know your clientele
- Value of the Product
- Landscape Architects a WCO specialty
- US Compost Council
- Research

MARKETING PLAN-BRAND NAME

Delaware County, NY Example

WeCare's first task was to come up with a good marketing plan for the Delaware County Compost, which started by renaming it WeCare Compost.
WeCare Compost has become a very recognizable brand name in the marketplace over the past 10-years. WeCare's staff has focused on getting the WeCare Compost name recognized through advertising, participation in trade associations & trade shows, publications, banners, etc.
It's much easier to sell a product when...

- a) Customers know what it is; and
- b) Customers trust it.



MARKETING PLAN – KNOW YOUR CLIENTELE

MSW is going to have some glass in it. This is a fact. As a marketing company, WeCare Organics recognized that it can't be sold for every application.

WHAT TYPE OF APPLICATIONS CAN IT BE SOLD FOR?

- Commercial-Grade Topsoil Manufacturing (DOT, etc.)
- New Construction (Including Athletic Fields and Golf Courses)
- Lightweight Rooftop Soils

NEED TO STAY AWAY FROM:

- Topdressing Athletic Fields
- Home Garden Centers



MARKETING PLAN – VALUE OF THE PRODUCT

Whenever you begin marketing a new product, even if it is being marketed under a brand name (WeCare Compost), it will take time to establish a solid value for the product.

The most important thing at the beginning is get the project in front of as many people as possible, even if it is at a small profit margin. As the product becomes more accepted by a larger number of customers, then you can gradually increase the value of the product.

When marketing compost in the Northeast, it's also important to note that there will be times of the year when no one needs compost. You have to be able to plan accordingly.

MARKETING PLAN – LANDSCAPE ARCHITECTS

WeCare has always had a focus of getting WeCare Compost specified into projects, such as athletic field construction, green roof soils, new parks, etc. In order to get specified, WeCare has contacted Landscape Architects through phone calls, trade associations, mailings, office presentations and a variety of other means.

- The Landscape Architects and Engineers are the key to increased compost usage. If they specify organic matter percentages for the soils on a project then contractors must use either compost or peat moss to achieve those percentages.
- WeCare has been stressing to the Landscape Architects the need to specify quality compost, USCC STA Program Compost!



MARKETING PLAN – USCC STA PROGRAM

One of our first priorities when we started marketing the Delaware County Compost was to get it in the USCC STA Program.

WHAT IS IT?

 Compost testing and information disclosure program (employing standardized practices)

PURPOSE...

- To assist compost end users purchase the product they require for their particular project
- To assure that compost end users know the characteristics of the compost products they purchase
- To improve overall customer confidence in compost selection and utilization



Composting

Seal of Testing





US COMPOSTING

Seal of Testing Assurance

We Care Organics

Jeff Le Blanc 9289 Bonta Bridge Rd Jordan NY 13080-9430 315-689-1937 Product Name: 91005 - DELAWARE CO Sample Date: 5/13/09 12:00 PM A & L Lab Number: 5/13/09 12:00 PM 4 & L Report Number: F09138-6005

COMPOST TECHNICAL DATA SHEET

Compost Parameters	Method	Reported as (units of measure)	Test Results	Test Results
Plant Nutrients:		%, weight basis	%, wet weight basis	%, dry weight basis
Nitrogen	TMECC 04.02-D	Total N	1.30	1.61
Phosphorus	TMECC 04.03-A	P ₂ O ₅	0.89	1.10
Potassium	TMECC 04.04-A	K ₂ O	0.45	0.55
Calcium	TMECC 04.05-CA	Ca	2.83	3.51
Magnesium	TMECC 04.05-MG	Mg	0.27	0.34
Moisture Content	TMECC 03.09-A	%, wet weight basis	19.28	
Organic Matter Content	TMECC 05.07-A	%, dry weight basis	65.52	
pH	TMECC 04.11-A	pH units	8.2	
Soluble Salts (electrical conductivity EC 5)	TMECC 04.10-A	dS/m (mmhos/cm)	5.92	
Particle Size	TMECC 02.02-B	% < 9.5 mm (3/8 in.), dw basis	97.93	
Stability Indicator (respiro	metry)			Stability Rating:
CO ₂ Evolution	-	mg CO ₂ -C/g OM/day mg CO ₂ -C/g TS/day	1 2	Very Stable
Maturity Indicator (bioassa	y)			
Percent Emergence	TMECC 05.05-A	average % of control	69	
Relative Seedling Vigor	TMECC 05.05-A	average % of control	6	
Select Pathogens	TMECC 07.01-B	PASS/FAIL: per US EPA Class A standard, 40 CFR § 503.32(a)	PASS	FecalColiform
Trace Metals	TMECC 04.06	PASS/FAIL: per US EPA Class A standard, 40 CFR § 503.13,] Tables 1 and 3.	DAGG	As, Cd, Pb, Hg,
			PASS	Mo, Ni, Se, Zn

Participants in the US Composting Council's Seal of Testing Assurance Program have shown the commitment to test their compost products on a prescribed basis and provide this data, along with compost end use instructions, as a means to better serve the needs of their compost customers.





Research



- NYS Turfgrass Association
- NYS Landscape and Nursery Association
- Blue Book
- Home and Garden Shows
- US Composting Council
- Cornell Solid Waste Institute
- Marketing Your Marketing Sucks.com !

Brand Promotion

- In 2010 number one part of brand promotion is a website!
- Handout good quality fliers material (vista print)
- Take Aways pens (compostable pens)
- Consistency is KEY

Distribution

- Outside Haulers know DOT rules yourself
- Inside Hauler no one to blame but yourself
- Live Loads
- Delivery Fees/ Surcharges/Hidden Costs

The Successful Composter

- YOU!
- Educate yourself
- Make the best end product you can
- Shameless, Shameless Promotion

Review

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Questions

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Thank you for your time and questions Chuck