

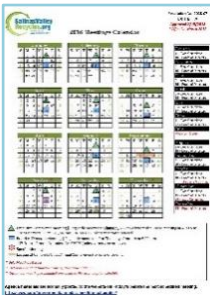


BOARD OF DIRECTORS MEETING HIGHLIGHTS February 15, 2018



JOHNSON CANYON LANDFILL MODULE EXPANSION

As we near the full capacity of Module VI at the Johnson Canyon Landfill staff prepares to move forward with preparing Module VII. To meet Federal, State and local design and compliance mandates, modules are constructed in ways to minimize risks to the environment. Construction includes engineered and compacted subgrades, synthetic liners and other design factors that necessitate the use of highly specialized and experienced consulting engineers. Staff released a Request for Proposals in December 2017 and a thorough evaluation of the three proposals received was conducted. Geo-Logic Associates was awarded the project do to their extensive history of working on similar projects, and direct experience with previous modular expansions at the Johnson Canyon Landfill.



2018 MEETINGS CALENDAR REVISED

With the restructure of the Strategic Planning process the Regular scheduled meetings for the Board of Directors and the Executive Committee where revised. The Board approved the calendar to include the following changes;

- Establish a meetings recess in the month of July
- Commence the October Board of Directors meeting at 5:00 p.m. to include a Strategic Planning session
- Schedule the December Executive Committee and Board of Directors meetings one week before the normally scheduled meeting dates due the proximity of the holidays

To view or download the calendar visit our website at www.SalinasValleyRecycles.org

UPDATE ON LONG TERM FACILITY NEEDS PROJECT AND ENVIRONMENTAL IMPACT REPORT

The decision by the Board to terminate the purchase option agreement on the Harrison Road property, eliminating one of the five proposed project sites, has temporarily suspended the work related to the California Environmental Quality Act (CEQA) Environmental Impact Report (EIR). The development of a revised CEQA project description and re-noticing is being considered. SVR staff, Salinas City Manager, County CAO, Environmental Health department, City Planning and Development department, and the City Public Works have met to discuss and determine if there are any alternate sites that could be included in the revised project description. Discussions between SVR and Monterey Regional Waste Management District (MRWMD) have also been ongoing with individual department level manager meetings being held to discuss potential collaboration and review the due diligence questions posed to the MRWMD by the SVR project team. The draft finance/rate model preparation for the remaining project options is nearly complete and awaiting information from the CEQA studies and MRWMD negotiations to populate the various model components. The Economic Benefits Report work will not be completed until the draft EIR and Financial/Rate Impact Analysis are near completion.

PRELIMINARY BUDGET

The proposed \$18,860,000 operating budget was presented to the Board. It is funded by increases in projected tonnage, tipping fees of Organics and Transportation Surcharges. The increases fund scheduled increases to Debt Service, expansion of the Organics Processing Program, and increases to payroll, and Facilities Maintenance. The rate hearing and request for budget adoption will be scheduled for the March Board of Directors meeting.

Residential Rates (Estimate)					
Hauler	Service Level	Disposal/ Organics		AB939 Increase	Total Increase*
		Fee	Transport		
Republic	32 gal	.11	.02	(.02)	\$.13
Tri Cities	48 gal	.19	.00	.02	\$.21
WM- County	35 gal	.08	.02	.04	\$.14
WM- King City	35 gal	.07	.02	.03	\$.12

* Does not include jurisdiction fees (i.e. franchise fees) outside of SVSWA contr

Commercial Rates (Estimate)					
Hauler	Service Level	Disposal/ Organics		AB939 Increase	Total Increase*
		Fee	Transport		
Republic	1 cy	.37	.04	(.08)	\$.40
Tri Cities	1 cy	.00	.00	.10	\$.10
WM- County	1 cy	.24	.12	.20	\$.56
WM- King City	1 cy	.30	.09	.12	\$.51

* Does not include jurisdiction fees (i.e. franchise fees) outside of SVSWA control

FINANCIAL REPORT FOR MONTH ENDED DECEMBER 2017 (50% OF THE FISCAL YEAR)

Revenue collected	\$ 11,315,377 (61.6% of Estimated Revenue of \$18,364,750)
Expenditures for operations	\$ 7,740,352 (46.3% of Operating Budget of \$16,720,000)
Cash balance	\$ 25,098,884

REDUCE REUSE RECYCLE

"To manage Salinas Valley solid waste as a resource, promoting sustainable, environmentally sound and cost-effective practices through an integrated system of waste reduction, reuse, recycling, innovative technology, customer service, and education."