



# BOARD OF DIRECTORS

## MEETING HIGHLIGHTS

### February 18, 2021



#### MODERN TRANSFER STATION

A presentation on modern transfer stations was presented to the Board. Multiple fully covered-enclosed facilities throughout California that provide essential public services and programs to help meet services needed to customers where demonstrated. The original design and plans developed for the next phase of the Sun Street Transfer Station for a fully enclosed facility where also presented. Authority staff emphasized the importance of having a facility in the Salinas area to continue supporting the 100,000+ customers that visit the current Sun Street Transfer Station yearly for recycling and waste management services. These services are crucial in meeting the public demand and will support new and increasing mandates to expand organics recovery efforts under AB 1826 and SB 1383.

#### FISCAL YEAR 2021-22 PRELIMINARY BUDGET DIRECTION

The proposed \$20,525,000 balanced budget for fiscal year 2021-22 was once again reviewed. It is funded with the sustained increases of solid waste tonnage, no increases for solid waste tipping fees, increases to AB 939 fees, and diversion programs tipping fees. An equalized organics rate is being proposed within the budget. However, with no resolution from the City of Salinas to support an organics processing rate adjustment between the Authority and Republic Services for the equalization of greenwaste rates, an additional increase to the AB 939 may be necessary to balance the budget. The impacts of both sets of fees were discussed. A rate hearing and request for budget adoption is scheduled for the March 18<sup>th</sup> Board meeting.

Payroll Increases (Net)	332,900
Insurance	239,600
SB 1383 Implementation	206,000
Organics Program	49,200
Fuel	32,900
State and Regional Fees	30,900
All Other Increases / (Decreases)	( 15,200)
<b>Total Operating Budget Increase</b>	<b>\$ 877,500</b>

Category	Service / Item	Current Rate	Proposed Rate	Change	Impact
Residuals	Transfer Fees	\$ 25	\$ 25	\$ 0	\$ 0
	Transfer	\$ 45	\$ 45	\$ 0	\$ 0
	Transfer	\$ 27	\$ 27	\$ 0	\$ 0
	Transfer	\$ 27	\$ 27	\$ 0	\$ 0
Regionals	Transfer	\$ 1.00	\$ 1.24	\$ 0.24	\$ 1,177
	Transfer	\$ 1.00	\$ 1.24	\$ 0.24	\$ 1,177
	Transfer	\$ 1.00	\$ 1.24	\$ 0.24	\$ 1,177
	Transfer	\$ 1.00	\$ 1.24	\$ 0.24	\$ 1,177
Other	Transfer	\$ 1.50	\$ 2.04	\$ 0.54	\$ 2,500
	Transfer	\$ 1.50	\$ 2.04	\$ 0.54	\$ 2,500
	Transfer	\$ 1.50	\$ 2.04	\$ 0.54	\$ 2,500
	Transfer	\$ 1.50	\$ 2.04	\$ 0.54	\$ 2,500

#### SUN STREET TRANSFER STATION RELOCATION PROJECT AND CITY OF SALINAS NOTICE OF INTENT TO WITHDRAW UPDATE

The meetings continue between staff from the City of Salinas, Republic Services, and the Authority to discuss the framework of a non-binding agreement for a public/private partnership for the potential relocation of the Sun Street Transfer Station. The Board continues to discuss the details during Closed Session with more information expected to become available in the upcoming months.

#### FINANCIAL REPORT FOR MONTH ENDED DECEMBER 2020 (50% OF THE FISCAL YEAR)

Revenue collected	\$ 12,392,824 (57.3% of Estimated Revenue of \$21,644,200)
Expenditures for operations	\$ 10,018,335 (51.9% of Operating Budget of \$19,137,200)
Cash balance	\$ 30,501,941

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.”