

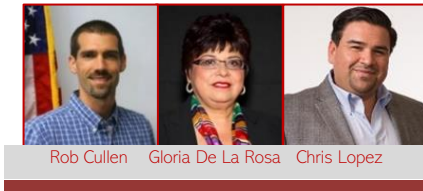


# BOARD OF DIRECTORS MEETING HIGHLIGHTS January 24, 2019

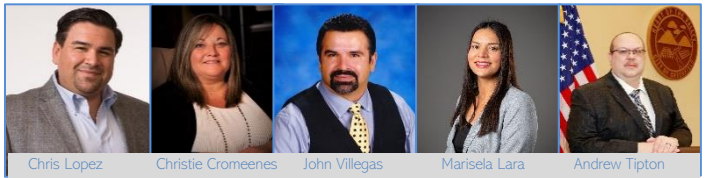
## IT'S A NEW YEAR AND CHANGE IS IN THE AIR!

**FAREWELL** Tony Barrera, Board member since 2011 and Thomas Bruen, General Counsel since 1997. Thank you both for your exemplary contributions, we wish you the best in all your future endeavors!

**CONGRATULATIONS** to our newly elected Executive Officers, President Robert Cullen, Vice President Gloria De La Rosa, Alternate Vice President Chris Lopez.



**WELCOME** our newest Board of Directors members; Chris Lopez representative for the County of Monterey, Christie Cromeenes and John Tony Villegas representatives for the City of Salinas, Marisela Lara representative for the City of Soledad, and Andrew Tipton representative for the City of Greenfield. We look forward to working with you!



**NEW MODULE CONSTRUCTION** an agreement was approved with Wood Bros for the construction of a new cell at the Johnson Canyon Landfill adding an estimated capacity of 1.1 million tons or approximately 6 years of landfill capacity at current disposal rates.

**MOVING FORWARD** with the Organics Collection and Processing Facility at Crazy Horse as the Initial Study and Negative Declaration was approved by the Board of Directors.

**2018 EMPLOYEE SURVEY RESULTS** for the second year in a row the results demonstrated a decline in employee morale. Comments within the survey indicated that with the City of Salinas One Year notice to withdrawal from the Authority and the uncertainty of a permanent Salinas area facility is extremely concerning to the employees.

**CITY OF SALINAS WITHDRAWAL** One Year notice was given to the Authority in December. This notice has halted the process to identify a new project description for Long Term Facility Needs Project. Staff continues to work diligently in establishing programs which includes the new full-scale food waste composting operation at Johnson Canyon, to meet new state mandates and to provide services to all the members of its jurisdiction.

**PRELIMINARY BUDGET** with the uncertainty of the Agency direction staff presented three budget options identifying different operating scenarios. Option one was a status quo budget with no projected rate increases to solid waste. Option two a budget that identified routing all garbage from the City of Salinas and Northern Monterey County to the Monterey Regional Waste Management District (District), as initially proposed by the City of Salinas in their proposed Memorandum of Understanding for the Authority and the District, with a projected 46% rate increase. Option three a budget that identified the withdrawal of the City of Salinas from SVR that includes closure of the Salinas Transfer Station and termination of all services provided by the Authority for the City of Salinas with a projected 56% rate increase for the customers of the remaining member agencies. All options include scheduled organics increases.

Summary	
Budget	Tipping Fee
• Status Quo	\$ 68.50
• Salinas Proposed MOU	\$ 100.23
• Salinas Withdrawal	\$ 108.16
> Solid Waste Increases are in Addition to Organics AB939 and other rate changes shown in Status Quo Budget	

**FINANCIAL REPORT FOR MONTH ENDED NOVEMBER 2018 (41.667% OF THE FISCAL YEAR)**

Revenue collected	\$ 9,823,068 (49.8% of Estimated Revenue of \$19,720,275)
Expenditures for operations	\$ 9,154,641 (46.0% of Operating Budget of \$18,860,000)
Cash balance	\$ 27,369,337

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.”