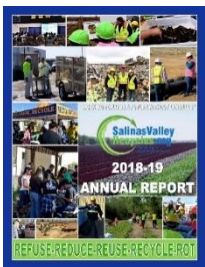




BOARD OF DIRECTORS MEETING HIGHLIGHTS October 24, 2019

COMPREHENSIVE ANNUAL FINANCIAL REPORT

The report for fiscal year end June 30, 2019 showed another strong year for the Authority. The net position of the Authority increased by \$6,928,280 to \$12,377,088. The auditors reported that no uncorrected misstatements were found. A management letter from the financial auditors was not received for the 12th year in a row. The report highlighted that all deadlines were met early and that all Governmental Accounting Standards were implemented. Once again staff will be submitting the application for the Certificate of Achievement for Excellence in Financial Reporting to the Government Finance Officers Association. The full report is available on our website at <https://svswa.org/about-us/financial-information>.



ANNUAL REPORT 2018-19

The annual report highlighted many of the programs and events that the Authority administers and attends throughout the community to promote waste reduction, resource recovery, and conservation. The report demonstrated the accomplishments, statistics on diversion, data on tonnage landfilled, sustainability, and financial information of the past fiscal year. The full report is available on our website at <https://svswa.org/about-us/annual-reports/>.

REVISED PERSONNEL ALLOCATION

The South County facilities have seen a significant increase in customer trip counts and tonnage received since the operations were taken over by the Authority. The Board approved the following four additional positions to help alleviate the workloads; one Diversion Worker, one Heavy Equipment Operator, one Scale House Cashier, and one Solid Waste Technician. The addition of two of the positions are contingent upon the City of Salinas decision to remain or withdraw from the agency.

FINANCIAL REPORT FOR MONTH ENDED AUGUST 2019 (16.6% OF THE FISCAL YEAR)

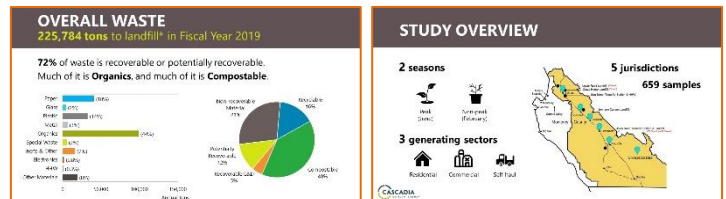
Revenue collected	\$ 4,076,963 (20.0% of Estimated Revenue of \$20,369,805)
Expenditures for operations	\$ 4,659,537 (25.6% of Operating Budget of \$18,234,000)
Cash balance	\$ 27,480,044

CITY OF SALINAS NOTICE OF INTENT WITHDRAWAL

The Authority continues to wait for an official response from the City of Salinas City Council on the revised timeline for the potential withdrawal. A letter from the City of Salinas City Manager was received on September 20th indicating, if the City of Salinas should decide to withdraw, it would not occur prior to the end of the current fiscal year. The letter indicated the anticipated time for the City of Salinas to complete its due diligence will be October with a presentation to the City Council some time thereafter.

WASTE CHARACTERIZATION STUDY RESULTS

Cascadia consulting Group was awarded the contract in November 2018 to conduct a Waste Characterization Study. The study was completed in two 15-day sampling periods (February and June 2019), which allowed the results to reflect the seasonality of the waste disposal within the Salinas Valley (cities of Salinas, Gonzales, Greenfield, Soledad, and King City, and unincorporated county areas). Some of the key findings were that 53% of the waste is from the commercial sectors, with approximately 60% coming from the City of Salinas. 61% of the overall waste is recyclable, compostable, or recoverable construction and demolition. Organics accounted for 44% of the overall waste stream with food waste accounting for approximately 30%. The approval of the expansion of the Organics Program has placed the Authority in a good position to help achieve the levels of diversion and greenhouse gas emission reductions required by new state mandates.



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.”