



BOARD OF DIRECTORS

MEETING HIGHLIGHTS

March 17, 2022

FISCAL YEAR 2022-23 OPERATING BUDGET AND DISPOSAL AND SERVICE FEES EFFECTIVE JULY 1, 2022

A public hearing was held to consider the approval of the operating and CIP budget of \$23,500,000 that had previously been presented to the Board. The budget is balanced and includes increases to organics tipping fees, AB 939 fees, and a reduction to the solid waste tipping fee. The budget also assumes equalized organics rates, closure of the Sun Street Transfer Station, the relocation of AB 939 services as well as hauling for Republic Services at Madison Lane Transfer Station. Some of the elements in the budget are still being negotiated, but assumptions will be updated as information becomes available.

	2021-22 Budget	2022-23 Proposed	Increase/Decrease
Indicated Revenue			
Operating Revenues	23,771,000	23,511,000	(260,000)
Use of Other Funds/Grants	700,000	0	(700,000)
Total Budgeted Revenue	24,471,000	23,511,000	(960,000)
Indicated Expenditures			
Operating Expenditures	18,041,000	18,544,000	5,000,000
Operating Services (New Call)	0	0	0
Other Services	0	0	0
Total Expenditures	18,041,000	18,544,000	5,000,000
Surplus/Deficit	6,430,000	4,967,000	(1,463,000)

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PROCESSING AND MARKETING OF ORGANICS AGREEMENTS AWARDED

After several months of negotiation between Atlas Organics and the Authority, a Professional Services agreement and Lease agreement for the processing and marketing of organics at the Johnson Canyon Landfill were approved by the Board. Atlas Organics comes with experience in composting and marketing the end products and will be incorporating the use of innovative technology into the process. The Johnson Canyon Composting Facility is expected to receive approximately 45,000 tons of organic material in FY 2022-23 that includes yard waste, wood waste, food scraps and de-packaged agricultural products.

ORGANICS RECYCLING PROGRAM SB 1383 UPDATE

An update on the progress made on the SB 1383 program was presented to the Board. The program includes the Curbside Food Scrap program and new outreach and educational materials focusing on behavior change. Several things have been taking place since late 2020 to expand the program and meet the mandates of SB 1383. In 2020, 173 commercial food waste customers were enrolled within the Authority's service area. Currently there is 261 enrolled thanks to outreach conducted by the haulers and Authority. Staff is also working with the haulers, County and City representatives to roll out programs to implement food scrap and food recovery programs at schools and developing School Training videos. Development of the Monterey County Edible Food Recovery Technical Advisory Committee and subcommittees was completed in March 2021 to assist the member agencies and their haulers with program roll out. A soft launch of the Residential Food Scraps Collection Program rolled out in January 2022 with the full launch expected on Earth Day April 22, 2022. Staff has worked diligently with the marketing consultants to develop flyers, brochures, a web page, printed ads, social media post, kitchen pails, and a billboard that has been posted South of Soledad.



FINANCIAL REPORT FOR MONTH ENDED JANUARY 2022 (58.3% OF THE FISCAL YEAR)

Revenue collected	\$ 15,000,685 (65.5% of Estimated Revenue of \$23,271,850)
Expenditures for operations	\$ 11,484,020 (55.4% of Operating Budget of \$20,525,000)
Cash balance	\$ 34,102,360

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."