



AGENDA

Regular Meeting

BOARD OF DIRECTORS
Thursday, June 19, 2014, 6:00 p.m.
Gonzales City Council Chambers
117 Fourth Street, Gonzales, California

CALL TO ORDER

TRANSLATION SERVICES AND OTHER MEETING ANNOUNCEMENTS

PLEDGE OF ALLEGIANCE

ROLL CALL

Board Directors

County: Fernando L. Armenta
County: Simon Salinas, Alternate Vice President
Salinas: Gloria De La Rosa
Salinas: Jyl Lutes, Vice President
Salinas: Tony R. Barrera
Gonzales: Elizabeth Silva, President
Soledad: Richard J. Perez
Greenfield: Annie Moreno
King City: Robert S. Cullen

Alternate Directors

County: Louis R. Calcagno
Salinas: Joseph D. Gunter
Gonzales: Scott Funk
Soledad: Christopher K. Bourke
Greenfield: Raul C. Rodriguez
King City: Carlos R. Victoria

GENERAL MANAGER/CAO COMMENTS

DEPARTMENT MANAGER COMMENTS

BOARD DIRECTOR COMMENTS

PUBLIC COMMENT

Receive public comment from audience on items which are not on the agenda. The public may comment on scheduled agenda items as the Board considers them. Speakers are limited to three minutes at the discretion of the Chair.

CONSENT AGENDA:

All matters listed under the Consent Agenda may be enacted by one motion unless a member of the Board, a citizen, or a staff member requests discussion or a separate vote.

1. [Minutes of May 15, 2014, Meeting](#)
2. [April 2014 Claims and Financial Reports](#)
3. [A Resolution Establishing the Investment Policy for Fiscal Year 2014-15](#)
4. [Fiscal Year 2013-14 Year-end Budget Adjustments](#)
5. [A Resolution Declaring a 1999 Wesco Possum Belly Refuse Trailer as Surplus Property and Authorizing the General Manager to Dispose of Property](#)
6. [A Resolution Awarding the Purchase of one Walking Floor Transfer Trailer to Western Trailers for an Amount of \\$75,576](#)
7. [A Resolution Approving Amendments Nos. 4 Authorizing Four-Year Extensions to the Memorandums of Understanding with Management and Non-Management Employees for Fiscal Years 2014-2015 through 2017-2018, and Approving](#)

[Amendment No. 5 to the Employment Agreement with R. Patrick Mathews for Services as General Manager](#)

8. [Report of Contract Award to ABC Liovin Drilling for the Johnson Canyon Landfill Gas Vadose Zone Well Project in the Amount of \\$15,400](#)
9. [A Resolution Appointing Clinton Ray Hendricks as Treasurer/Controller](#)
10. [A Resolution Approving Amendment No. 1 to the Autoclave Technologies Agreement with Global Organics Energy, LLC \(GOE\)](#)

PRESENTATION

11. [COUNTY PLASTIC BAG ORDINANCE UPDATE](#)
 - A. Receive Report from Monterey County Environmental Health Department
 - B. Public Comment
 - C. Board Discussion
 - D. Recommended Action – None, Informational Only
12. [2013-16 STRATEGIC PLAN GOALS AND SIX-MONTH OBJECTIVES PROGRESS REPORT](#)
 - A. Receive Report from Management Team
 - B. Public Comment
 - C. Board Discussion
 - D. Recommended Action – None, Informational Only

CONSIDERATION

13. [CITIZENS ADVISORY GROUP EVALUATION REPORT AND RECOMMENDATION FOR SITING OF THE SALINAS AREA MATERIALS RECOVERY CENTER](#)
 - A. Receive Report from Diversion Manager Susan Warner and General Manager/CAO Patrick Mathews
 - B. Public Comment
 - C. Board Discussion
 - D. Recommended Action – Accept Report and Recommendation
14. [CITIZENS ADVISORY GROUP APPOINTMENTS & SEMI-ANNUAL REPORT](#)
 - A. Receive Report from Authority General Manager/CAO Patrick Mathews
 - B. Public Comment
 - C. Board Discussion
 - D. Recommended Action – Make Appointments and Receive Report

FUTURE AGENDA ITEMS

15. [AGENDA ITEMS – VIEW AHEAD SCHEDULE](#)

ADJOURNMENT

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This agenda was posted at the Administration Office of the Salinas Valley Solid Waste Authority, 128 Sun Street, Suite 101, Salinas, and on the Gonzales Council Chambers Bulletin Board, 117 Fourth Street, Gonzales, **Friday, June 13, 2014**. The Salinas Valley Solid Waste Authority Board will next meet in special session on **Thursday, July 31, 2014**. Staff reports for the Authority Board meetings are available for review at:

- ▶ Salinas Valley Solid Waste Authority: 128 Sun Street, Ste. 101, Salinas, CA 93901, Phone 831-775-3000
- ▶ Web Site: www.salinasmvalleyrecycles.org ▶ Public Library Branches in Gonzales, Prunedale and Soledad
- ▶ City Halls of Salinas, Gonzales, Greenfield, King City & Soledad

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in the meeting, please contact Elia Zavala, Clerk of the Board at 831-775-3000.

Notification 48 hours prior to the meeting will enable the Authority to make reasonable arrangements to ensure accessibility to this meeting (28 CFR 35.102-35.104 ADA Title II).

Spanish interpretation will be provided at the meeting. *Se proporcionará interpretación a Español.*

**MINUTES OF
THE SALINAS VALLEY SOLID WASTE AUTHORITY
BOARD MEETING
MAY 15, 2014**

CALL TO ORDER

President Silva called the meeting to order at 6:05 p.m.

MEETING ANNOUNCEMENTS

Translation services were announced. No member of the public requested the service.

ROLL CALL

The following Board Directors were present:

County of Monterey	Simon Salinas, Alt. Vice President
City of Salinas	Gloria De La Rosa
City of Salinas	Jyl Lutes, Vice President
City of Salinas	Tony Barrera
City of Gonzales	Elizabeth Silva, President

The following Board Directors were absent:

County of Monterey	Fernando Armenta
City of Soledad	Richard Perez
City of Greenfield	Annie Moreno
City of King	Robert Cullen

Staff Members Present:

Patrick Mathews, General Manager/CAO
Roberto Moreno, Finance Manager
Susan Warner, Diversion Manager
Cesar Zuniga, Operations Manager
Rose Gill, HR/Organization Development Manager

Ray Hendricks, Business Services Supervisor
Mandy Brooks, Recycling Coordinator
Elia Zavala, Clerk of the Board
Thomas Bruen, General Counsel

ITEM NO. 1

Agenda Item

T. Bruen by ez

General Counsel Approval

General Manager

GENERAL MANAGER COMMENTS

(6:06) General Manager/CAO Mathews mentioned that the agreement with Global Organics Energy (GOE) for the commercial-scale autoclave demonstration unit at Johnson Canyon is almost complete. He added that this week, by an invitation of GOE, the City of San Francisco ran some of its solid waste through the pilot autoclave at the Crazy Horse and they are very interested in the technology.

DEPARTMENT MANAGER COMMENTS

Diversion Manager Warner made a reminder of the free tire collection event at Johnson Canyon occurring through May 24. She announced that at Director De La Rosa's request, staff contacted that Diabetes Care Center in Salinas about the sharps collection and free container program and it is now providing the information to its patients.

Finance Manager Moreno announced his departure from the Authority as Finance Manager to start his own consulting business. His last day of employment is May 30.

General Manager/CAO Mathews presented a proclamation to Mr. Moreno.

BOARD DIRECTOR COMMENTS

(6:17) The Board commended Mr. Moreno for his dedication and service.

PUBLIC COMMENT

(6:23) None

CONSENT AGENDA (6:23)

1. Minutes of April 17, 2014, Meeting
2. March 2014 Claims and Financial Reports
3. Strategic Plan Monthly Progress Report
4. Tonnage and Diversion Report for the Quarter Ended March 31, 2014
5. Resolution No. 2014-12 Approving a Two-Year Professional Services Agreement with AdManor, Inc. for Marketing Services in an Amount Not to Exceed \$100,000 per year
6. Resolution No. 2014-13 Approving a Services Agreement with Hope Services Inc. for Materials Processing and Litter Abatement at the Sun Street Transfer Station for an Amount not to Exceed \$133,000
7. Resolution No. 2014-14 Approving Amendment No. 1 Authorizing a One-Year Extension to the Service Agreement with 21st Century Environmental Management of California, LP, for Transportation and Disposal/Recycling of Household Hazardous Waste
8. Resolution No. 2014-15 Approving Professional Service Agreement with Contreras Productions for the RecycleRama School Assembly Program in an Amount Not to Exceed \$50,000
9. Resolution No. 2014-16 Authorizing the Purchase of one used Caterpillar 836H Landfill Compactor and one used Caterpillar D8T Dozer from Quinn Caterpillar for a Total Amount of \$1,233,360

Public Comment: None

Board Comments: None

Motion: Director Salinas made a motion to approve the consent agenda as presented. Director De La Rosa seconded the motion.

Votes: Motion carried 5, 0

Ayes: Barrera, De La Rosa, Lutes, Salinas, Silva

Noes: None

Abstain: None

Absent: Armenta, Cullen, Moreno, Perez

PRESENTATION

10. NEW IDEAS FOR PUBLIC AND STAKEHOLDER OUTREACH

(6:24) General Manager/CAO Mathews reported on previous and current outreach efforts as well as new ideas primarily focusing on increasing the use of technology, such as hosting webinars, posting recordings of community group meetings on the agency website, and development of a mobile device application.

Public Comment: None

Board Comments: The Board expressed support for exploring new community engagement ideas and the use of technology due to lack of attendance at previous community meetings. One Board member asked staff look into how translation services could be provided for on-

line events and to participate at member agencies' community events.

11. EXPANDED/ENHANCED STUDENT RECYCLING EDUCATION PLAN

(6:40) Recycling Coordinator Brooks presented the proposed enhanced plan and requested the Board's support to have this program embraced by the schools at a district and County level.

Public Comment: Christina Urquidez, with Republic Services of Salinas, expressed support for the enhanced recycling education plan.

Board Comments: The Board discussed various ideas on how to increase and maintain school recycling participation. Ideas included sending letters to the school districts, adopting resolutions, attending school board meetings, making presentations before the school district boards, and adding field trip and other reward incentives to the program. By consensus, the Board agreed that it would be best to contact Nancy Kotowski, Monterey County Superintendent of Schools to schedule a meeting. Vice President Lutes and Alternate Vice President Salinas volunteered to be part of the meeting with Ms. Kotowski.

CONSIDERATION

12. RESOLUTION NO. 2014-17 APPROVING THE OPERATING BUDGET FOR FISCAL YEAR 2014-15

(7:03) Finance Manager Moreno presented the proposed operating budget via www.svswa.opengov.com. The \$14,950,000 operating budget represents a decrease of 5.8% over the current operating budget. It is financed with \$15,717,700 in revenues, a decrease of 12.2% over the current operating budget. The budget will generate a surplus of \$767,700 that will be used for capital projects and to fund some of the Authority's dedicated reserves. A balanced budget was possible due to the timely implementation of the AB939 fee. The contract for imported waste has concluded, hence the revenue generated from that contract will not be available in the next fiscal year.

Public Comment: None

Board Comments: The Board discussed the report and expressed support. It commended staff for presenting the document using dynamic on-line technology.

Motion: Director Barrera made a motion to adopt the resolution. Director De La Rosa seconded the motion.

Votes: Motion carried 5, 0

Ayes: Barrera, De La Rosa, Lutes, Salinas, Silva

Noes: None

Abstain: None

Absent: Armenta, Cullen, Moreno, Perez

13. RESOLUTION NO. 2014-18 APPROVING AN EQUIPMENT LEASE-PURCHASE FINANCING AGREEMENT WITH CAPITAL ONE PUBLIC FUNDING LLC PROVIDING FOR THE PURCHASE OF NEW/USED LANDFILL EQUIPMENT IN AN AMOUNT NOT TO EXCEED \$3,670,000

(7:16) Finance Manager Moreno provided a report discussing the opportunity to buy used equipment. In order to enter into this type of financing, the County Board of Supervisors will need to schedule a public hearing and make a finding that it is a public benefit. The public hearing has been scheduled on June 3.

Public Comment: Freddy Lewis, General Manager for Recology, asked the Board to consider granting an extension to Recology for the Johnson Canyon Landfill operations. He spoke on costs savings, opportunities for consolidating operations such as composting, and on Recology's record of no violations.

Board Comments: The Board expressed support for moving forward with the financing but requested staff to respond to Mr. Lewis's comments. Operations Manager Zuñiga stated that the Authority can operate the landfill at a lower cost. At this time, to keep Recology's services, rates would need to be increased or budget cuts would need to be made. Concerning composting, the Authority had issues with Recology on its use of organics as alternative cover for the landfill. In response to the no violations, although Recology did not have violations at the Johnson Canyon Landfill, it did have serious violations at the Crazy Horse Landfill, which are not a reflection of Recology as a whole. General Manager/CAO Mathews added that money savings was not the only factor in reaching the decision and the issues with Recology have been able to be worked out. Another key factor was the importance of having flexibility in implementing changes in the systems. Having control of the operations places the agency in a better position to move staff as the agency evolves from landfilling to resource recovery.

Motion: Alternate Vice President Salinas made a motion to adopt the resolution. Vice President Lutes seconded the motion.

Votes: Motion carried 5, 0

Ayes: Barrera, De La Rosa, Lutes, Salinas, Silva

Noes: None

Abstain: None

Absent: Armenta, Cullen, Moreno, Perez

14. APPOINTMENTS TO THE CITIZENS ADVISORY GROUP

(7:28) General Manager/CAO Mathew stated that there was nothing to report and reminded that there are still three unfilled appointments.

FUTURE AGENDA ITEMS

15. AGENDA ITEMS – VIEW AHEAD SCHEDULE

(7:30) The Board reviewed the future agenda items. General Manager/CAO Mathews mentioned that the July retreat will be very important. It will focus on the Salinas Area Materials Recovery Center and Autoclave project.

CLOSED SESSION

(7:32) President Silva adjourned the meeting to Closed Session to discuss the following:

- 16.** Pursuant to Government Code Section 54957.6 to provide instruction to General Manager /CAO to negotiate salaries and benefits with SVSWA employees - management and non-management.

Public Comment: None

RECONVENE

(7:40) President Silva reconvened the meeting to open session. General Counsel Bruen reported that Board gave direction to the General Manager to schedule the memorandums of understanding for consideration at June meeting.

ADJOURN

(7:40) President Silva adjourned the meeting.

APPROVED: _____
Elizabeth Silva, President

Attest:

Elia Zavala, Clerk of the Board



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 2

Date: June 19, 2014
From: Ray Hendricks, Interim Finance Manager
Title: April 2014 Claims and Financial Reports

Interim Finance Manager

General Manager/CAO

Board President

RECOMMENDATION

The Executive Committee recommends acceptance of the April 2014 Claims and Financial Reports.

DISCUSSION & ANALYSIS

Please refer to the attached financial reports and checks issued report for the month of April for a discussion of the Authority's financial position as of April 30, 2014. Following are highlights of the Authority's financial activity for the month of April.

Results of Operations (Consolidated Statement of Revenues and Expenditures)

For the month of April 2014, FY 2013-14 operating revenue exceeded expenditures by \$698,808. Year to Date operating revenues exceeded expenditures by \$2,731,066.

Revenues (Budgetary Comparison Revenue Report)

Revenues for the month of April totaled \$1,530,445. The monthly Tipping Fees totaled \$982,024 and year to date totaled \$9,273,860 or 83.23% of the forecasted total of \$11,141,800. As of April 30, after ten months of the fiscal year (83.33% of the fiscal year) revenues total \$14,997,272 or 83.41% of the total annual revenues forecast of \$17,979,847.

Operating Expenditures (Consolidated Statement of Revenues and Expenditures)

As of April 30 (83.33% of the fiscal year) year-to-date operating expenditures total \$12,266,206. This is 76.33% of the operating budget of \$16,070,455.

Capital Project Expenditures (Consolidated CIP Expenditures Report)

For the month of April 2014, capital project expenditures totaled \$66,907. \$57,236 of the total was for Sun Street Transfer Station street sweeper. This purchase is part of the Sun Street Transfer Station storm water management system.

Claims Checks Issued Report

The Authority's Checks Issued Report for the month of April 2014 is attached for review and acceptance. The April checks issued total \$928,668.51 of which \$308,456.63 was paid from the payroll checking account for payroll and payroll related benefits. Selected major payments to vendors are listed below.

Vendor	Name	Amount
ADMANOR, INC	CCRMC MEDIA & MARKETING SERVICES	21,545.50
	BRANDING & RECYCLING OUTREACH/EDUCATION	8,089.18
	MARCH 2014 TIRE AMNESTY MEDIA & MARKETING SERVICES	380.00
COAST OIL COMPANY, LLC	EQUIPMENT BIODIESEL FUEL	11,015.57
	VEHICLE AND EQUIPMENT FUEL	12,503.10
SCS FIELD SERVICES	ALL SITES NON ROUTINE ENVIRONMENTAL SERVICES	7,810.97
	NON ROUTINE JC LFG	13,406.22
	APRIL ALL SITES GRDWTR MONITORING SERVICES	15,537.00
	MONTHLY DATA SERVICE ACCESS LR, JR	375.00
FLEET GUY, LLC	STREET SWEEPER	57,236.20
WASTE MANAGEMENT, INC	JOLON ROAD OPERATIONS MARCH 2014	57,779.10
	REPUBLIC WASTE DELIVERED TO MADISON	6,727.40
RECOLOGY WASTE SOLUTIONS, INC	MARCH JC DIV ASST FEE & MATERIAL FEES	8,700.30
	APRIL JC LANDFILL OPS & EXTENDED HRS	167,928.00
	MARCH JC OPERATIONS - OUT OF SCOPE WORK	170.98
CA STATE BOARD OF EQUALIZATION	SERVICE AREA INTEGRATED WASTE MGMT FEES JAN - MAR 2014	52,620.00
	SV INTEGRATED WASTE MGMT FEES JAN - MAR 2014	25,004.00

Cash Balances

The Authority's cash position increased \$229,373.58 during April to \$12,435,754.18. Most of the cash balance is restricted as shown below:

Restricted by Legal Agreements:

Crazy Horse Closure Fund	\$	(28,484.79)
Johnson Canyon Closure Fund		2,998,654.94
State & Federal Grants		144,453.49

Restricted by Board policy:

Expansion Fund (South Valley Revenues)	7,701,515.71
Salinas Transportation Surcharge	190,790.40
Salinas Rate Stabilization Fund	47,415.03

Funds Held in Trust:

Central Coast Media Recycling Coalition	57,475.01
Employee Unreimbursed Medical Claims	2,067.00

Unrestricted - Assigned:

Operations and Capital Projects	1,321,867.39
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\$ 12,435,754.18

ATTACHMENTS

1. April 2014 Consolidated Statement of Revenues and Expenditures
2. April 2014 Consolidated CIP Expenditures Report
3. April 2014 Budgetary Comparison Revenue Report
4. April 2014 Checks Issued Report



Salinas Valley Solid Waste Authority
Consolidated Statement of Revenues and Expenditure
For Period Ending April 30, 2014

	CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET	REMAINING BALANCE	Y-T-D ENCUMB	UNENCUMB. BALANCE
Revenue Summary							
Tipping Fees - Solid Waste	11,141,800	982,024	9,273,860	83.23%	1,867,940	-	1,867,940
Tipping Fees - Surcharge	1,034,000	86,972	833,346	80.59%	200,654	-	200,654
Tipping Fees - Diverted Materials	956,800	88,642	911,136	95.23%	45,664	-	45,664
AB939 Service Fee	1,732,000	144,332	1,443,320	83.33%	288,680	-	288,680
Tipping Fees - South Valley	2,318,800	183,097	1,952,640	84.21%	366,160	-	366,160
Charges for Services	117,000	-	92,455	79.02%	24,545	-	24,545
Sales of Materials	385,000	35,561	269,005	69.87%	115,995	-	115,995
Gas Royalties	187,500	-	165,335	88.18%	22,165	-	22,165
Investment Earnings	30,200	9,768	33,546	111.08%	(3,346)	-	(3,346)
Grants/Contributions	76,747	-	18,977	24.73%	57,770	-	57,770
Other Non-Operating Revenue	-	50	3,651	0.00%	(3,651)	-	(3,651)
Total Revenue	17,979,847	1,530,445	14,997,272	83.41%	2,982,575	-	2,982,575
Expense Summary							
Administration	2,182,750	152,406	1,722,204	78.90%	460,546	40,587	419,959
Resource Recovery	2,542,605	99,286	1,597,399	62.83%	945,205	416,797	528,408
Scalehouses Operations	371,630	28,295	296,343	79.74%	75,287	1,430	73,858
Transfer Stations Operations	2,682,240	179,164	2,016,713	75.19%	665,527	255,012	410,515
Landfills Operations	3,717,840	283,774	2,384,879	64.15%	1,332,961	1,038,603	294,357
Postclosure Maintenance	907,680	42,329	573,947	63.23%	333,733	88,885	244,847
Environmental Control Systems	439,410	22,761	243,534	55.42%	195,876	63,000	132,876
Debt Service - Interest	1,851,700	-	2,101,728	113.50%	(250,028)	-	(250,028)
Debt Service - Principal	1,097,600	-	1,097,517	99.99%	83	-	83
Closure Set-Aside	277,000	23,622	231,942	83.73%	45,058	-	45,058
Total Expense	16,070,455	831,637	12,266,206	76.33%	3,804,248	1,904,316	1,899,933
Revenue Over/(Under) Expenses	1,909,392	698,808	2,731,066	143.03%	(821,674)	(1,904,316)	1,082,642



Salinas Valley Solid Waste Authority
Consolidated Statement of Revenues and Expenditure
For Period Ending April 30, 2014

	CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET	REMAINING BALANCE	Y-T-D ENCUMB	UNENCUMB. BALANCE
Expense Summary							
Executive Administration	376,550	27,152	284,352	75.52%	92,198	2,574	89,624
Administrative Support	396,780	26,365	300,104	75.63%	96,676	23,396	73,280
Human Resources Administration	324,210	18,843	243,922	75.24%	80,288	4,501	75,787
Clerk of the Board	169,000	11,153	118,387	70.05%	50,613	4,644	45,969
Finance Administration	657,000	40,277	502,618	76.50%	154,382	3,231	151,152
Operations Administration	259,210	28,616	272,822	105.25%	(13,612)	2,241	(15,853)
Resource Recovery	681,160	48,467	495,124	72.69%	186,036	15,724	170,312
Marketing	75,000	4,265	58,182	77.58%	16,818	12,068	4,750
Public Education	167,700	6,744	65,801	39.24%	101,899	41,977	59,922
Household Hazardous Waste	649,510	27,469	407,962	62.81%	241,548	73,882	167,665
C & D Diversion	30,000	-	29,798	99.33%	203	203	-
Organics Diversion	589,030	401	391,201	66.41%	197,829	196,373	1,456
Diversion Services	143,250	10,811	96,724	67.52%	46,526	43,959	2,567
Tire Amnesty Grant	76,747	578	20,639	26.89%	56,108	30,962	25,146
DOC Grant	130,208	550	31,968	24.55%	98,240	1,650	96,590
Scalehouse Operations	371,630	28,295	296,343	79.74%	75,287	1,430	73,858
JR Transfer Station	723,060	57,779	541,216	74.85%	181,844	175,558	6,286
ML Transfer Station	150,000	6,727	113,157	75.44%	36,843	36,189	653
SS Disposal Operations	689,041	41,673	520,118	75.48%	168,923	11,927	156,996
SS Transfer Operations	931,049	60,269	739,687	79.45%	191,362	16,294	175,069
SS Recycling Operations	189,090	12,715	102,534	54.23%	86,556	15,045	71,511
JC Landfill Operations	3,717,840	283,774	2,384,879	64.15%	1,332,961	1,038,603	294,357
Crazy Horse Postclosure Maintenance	550,740	24,977	353,902	64.26%	196,838	64,068	132,770
Lewis Road Postclosure Maintenance	211,590	14,319	148,351	70.11%	63,239	22,890	40,348
Johnson Canyon ECS	322,540	14,131	163,155	50.58%	159,385	39,041	120,344
Jolon Road Postclosure Maintenance	145,350	3,033	71,694	49.32%	73,656	1,927	71,729
Sun Street ECS	116,870	8,630	80,379	68.78%	36,491	23,959	12,532
Debt Service - Interest	1,851,700	-	2,101,728	113.50%	(250,028)	-	(250,028)
Debt Service - Principal	1,097,600	-	1,097,517	99.99%	83	-	83
Closure Set-Aside	277,000	23,622	231,942	83.73%	45,058	-	45,058
Total Expense	16,070,455	831,637	12,266,206	76.33%	3,804,248	1,904,316	1,899,933
Revenue Over/(Under) Expenses	1,909,392	698,808	2,731,066	143.03%	(821,674)	(1,904,316)	1,082,642



Salinas Valley Solid Waste Authority

Consolidated CIP Expenditure Report

For Period Ending April 30, 2014

	CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET	REMAINING BALANCE	Y-T-D ENCUMBRANCES	UNENCUMBERED BALANCE
Fund 131 - Crazy Horse Closure Fund							
131 9301 CH Closure Preparation	5,793	1,008	1,008	17.4 %	4,785	0	4,785
131 9302 CH PH 1A Leachate Recirculation	0	0	0	0.0 %	0	0	0
131 9306 CH PH 1E Liner Placement	22,960	0	22,957	100.0 %	3	0	3
131 9307 CH PH 1F Winterization	2,345	1,000	2,361	100.7 %	(16)	0	(16)
131 9312 CH PH 2E Complete Liner Work	7,842	0	6,305	80.4 %	1,537	1,492	45
131 9314 CH Closure Quality Assurance	15,305	0	7,688	50.2 %	7,617	0	7,617
131 9315 CH Closure Contingency	102,456	761	14,950	14.6 %	87,506	0	87,506
131 9316 CH Corrective Action Program	174,720	0	11,559	6.6 %	163,161	0	163,161
Total Fund 131 - Crazy Horse Closure Fund	331,421	2,769	66,829	20.2 %	264,592	1,492	263,100
Fund 180 - Expansion Fund							
180 9003 USDA Autoclave Studies	124,315	1,051	32,015	25.8 %	92,300	5,704	86,596
180 9021 Autoclave CEQA	576,564	0	8,917	1.5 %	567,647	161,487	406,160
180 9801 Ameresco JCL LFG Equipment	37,600	0	37,600	100.0 %	0	0	0
Total Fund 180 - Expansion Fund	738,479	1,051	78,532	10.6 %	659,947	167,192	492,755
Fund 211 - State Grants							
211 9201 HHW - Mobile Collection Events	63,444	146	10,194	16.1 %	53,250	239	53,011
Total Fund 211 - State Grants	63,444	146	10,194	16.1 %	53,250	239	53,011
Fund 800 - Capital Improvement Projects Fund							
800 9010 JC Roadway Improvements	1,510,214	744	19,802	1.3 %	1,490,412	0	1,490,412
800 9012 Work St Transfer Station	27,130	770	7,343	27.1 %	19,787	0	19,787
800 9101 Equipment Replacement	49,400	0	49,333	99.9 %	67	0	67
800 9317 CH SCADA System	30,000	0	29,947	99.8 %	53	0	53
800 9318 CH 401/404 Improvements	150,000	0	64,255	42.8 %	85,745	0	85,745
800 9501 JC LFG System Improvements	96,700	352	98,531	101.9 %	(1,831)	0	(1,831)
800 9502 JC Flare Station Improvements	298,300	747	4,636	1.6 %	293,664	0	293,664



Salinas Valley Solid Waste Authority

Consolidated CIP Expenditure Report

For Period Ending April 30, 2014

	CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET	REMAINING BALANCE	Y-T-D ENCUMBRANCES	UNENCUMBERED BALANCE
800 9503 JC Module 1 Horizontal Wells	310,000	3,093	50,702	16.4 %	259,298	2,542	256,756
800 9504 JC Module 456B Liner Improvements	30,000	0	0	0.0 %	30,000	0	30,000
800 9701 SSTS Equipment Replacement	110,000	0	110,439	100.4 %	(439)	0	(439)
800 9702 SSTS NPDES Improvements	60,100	57,236	57,236	95.2 %	2,864	0	2,864
800 9703 SSTS Improvements	43,000	0	0	0.0 %	43,000	0	43,000
800 9913 CH LFG to Energy Project	5,295	0	0	0.0 %	5,295	0	5,295
Total Fund 800 - Capital Improvement Projects	2,720,139	62,941	492,226	18.1 %	2,227,913	2,542	2,225,371
Total CIP Expenditures	3,853,483	66,907	647,780	16.8 %	3,205,703	171,465	3,034,238

Salinas Valley Solid Waste Authority

Budgetary Comparison Revenue Report

For Period Ending: 4/30/2014

		CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET
Tipping Fees - Solid Waste					
150-51250	Tipping Fees - Landfills	4,250,000.00	374,040.55	3,501,329.12	82.38 %
150-51261	Tipping Fees - MTS Adjustments	750,000.00	63,054.32	583,894.46	77.85 %
150-51265	Bad Debt Write Off	0.00	-2.85	698.11	0.00 %
170-51252	Tipping Fees - Transfer Station	6,141,800.00	544,931.54	5,187,938.71	84.47 %
	Total Tipping Fees - Solid Waste	11,141,800.00	982,023.56	9,273,860.40	83.23 %
Tipping Fees - Surcharge					
170-51251	Tipping Fees - Surcharge for Operations	1,034,000.00	86,972.18	833,345.55	80.59 %
	Total Tipping Fees - Surcharge	1,034,000.00	86,972.18	833,345.55	80.59 %
Tipping Fees - Diverted Materials					
106-51256	Tipping Fees - HHW	59,000.00	4,093.50	45,967.50	77.91 %
107-51255	Tipping Fees - Mattresses	69,000.00	6,105.00	67,680.00	98.09 %
107-51257	Tipping Fees - Green Waste	612,200.00	59,111.75	530,482.91	86.65 %
107-51258	Tipping Fees - C&D	116,000.00	8,716.53	95,419.33	82.26 %
107-51259	Tipping Fees - Diversion	43,000.00	3,645.10	38,467.70	89.46 %
107-51260	Tipping Fees - Biosolids	0.00	0.00	69,605.34	0.00 %
107-51262	Tipping Fees - Wood Waste	57,600.00	6,969.82	63,513.49	110.27 %
	Total Tipping Fees - Diverted Materials	956,800.00	88,641.70	911,136.27	95.23 %
AB939 Service Fee					
106-51264	AB939 Service Fee	1,732,000.00	144,332.00	1,443,320.00	83.33 %
	Total AB939 Service Fee	1,732,000.00	144,332.00	1,443,320.00	83.33 %
Tipping Fees - South Valley					
180-51253	Tipping Fees - South Valley	2,318,800.00	183,097.09	1,952,640.46	84.21 %
	Total Tipping Fees - South Valley	2,318,800.00	183,097.09	1,952,640.46	84.21 %
Charges for Services					
105-52110	Tri-Cities Franchise Administrative	45,000.00	0.00	34,576.92	76.84 %
105-52120	BFI Franchise Administrative	72,000.00	0.00	57,878.47	80.39 %
	Total Charges for Services	117,000.00	0.00	92,455.39	79.02 %
Sales of Materials					
106-53310	Sales - E-Waste	115,000.00	21,834.37	100,982.20	87.81 %
106-53340	Sales - Metal	215,000.00	6,725.68	123,760.18	57.56 %
106-53350	Sales - Plastic	9,000.00	-824.40	5,278.40	58.65 %
106-53360	Sales - Cardboard	36,000.00	6,985.50	30,024.70	83.40 %
106-53370	Sales - Mixed Paper	4,000.00	397.00	3,042.70	76.07 %
106-53380	Sales - Mixed Glass	1,000.00	0.00	970.62	97.06 %
106-53390	Sales - HHW Material	5,000.00	442.50	4,946.50	98.93 %
	Total Sales of Materials	385,000.00	35,560.65	269,005.30	69.87 %

Salinas Valley Solid Waste Authority
Budgetary Comparison Revenue Report
For Period Ending: 4/30/2014

		CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET
Gas Royalties					
150-53401	Gas Royalties	187,500.00	0.00	165,334.93	88.18 %
	Total Gas Royalties	187,500.00	0.00	165,334.93	88.18 %
Investment Earnings					
105-54001	Investment Earnings	11,000.00	884.26	9,061.64	82.38 %
105-54200	Rental Income	0.00	0.00	1,000.00	0.00 %
105-54310	Late Payment Finance Charges	1,000.00	2,441.91	7,985.43	798.54 %
131-54001	Investment Earnings	100.00	0.00	20.31	20.31 %
150-54001	Investment Earnings	0.00	0.00	-2,318.06	0.00 %
150-54200	Rental Income	4,000.00	0.00	3,350.00	83.75 %
151-54001	Investment Earnings	3,000.00	893.04	2,628.37	87.61 %
160-54200	Rental Income	5,200.00	2,658.88	2,658.88	51.13 %
170-54001	Investment Earnings	3,900.00	677.41	2,915.11	74.75 %
180-54001	Investment Earnings	2,000.00	2,212.78	6,236.26	311.81 %
190-54001	Investment Earnings	0.00	0.00	8.27	0.00 %
	Total Investment Earnings	30,200.00	9,768.28	33,546.21	111.08 %
Grants/Contributions					
211-55252	Dept of Conservation	0.00	0.00	0.00	0.00 %
211-55256	CIVMB Tire Amnesty Grant	76,747.00	0.00	18,977.15	24.73 %
211-55257	Biodiesel Fueling Infrastructure Grant	0.00	0.00	0.00	0.00 %
221-55265	USDA Grant	0.00	0.00	0.00	0.00 %
	Total Grants/Contributions	76,747.00	0.00	18,977.15	24.73 %
Other Non-Operating Revenue					
105-57005	Miscellaneous Receipts	0.00	0.00	1,351.02	0.00 %
106-57005	Miscellaneous Receipts	0.00	49.95	249.55	0.00 %
150-57005	Miscellaneous Receipts	0.00	0.00	2,000.00	0.00 %
160-57005	Miscellaneous Receipts	0.00	0.00	0.00	0.00 %
170-57005	Miscellaneous Receipts	0.00	0.00	49.95	0.00 %
	Total Other Non-Operating Revenue	0.00	49.95	3,650.52	0.00 %
Totals		17,979,847.00	1,530,445.41	14,997,272.18	83.41 %

Salinas Valley Solid Waste Authority

Revenue Type Summary For Period Ending: 4/30/2014

	CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET
Tipping Fees - Solid Waste	11,141,800.00	982,023.56	9,273,860.40	83.23 %
Tipping Fees - Surcharge	1,034,000.00	86,972.18	833,345.55	80.59 %
Tipping Fees - Diverted Materials	956,800.00	88,641.70	911,136.27	95.23 %
AB939 Service Fee	1,732,000.00	144,332.00	1,443,320.00	83.33 %
Tipping Fees - South Valley	2,318,800.00	183,097.09	1,952,640.46	84.21 %
Charges for Services	117,000.00	0.00	92,455.39	79.02 %
Sales of Materials	385,000.00	35,560.65	269,005.30	69.87 %
Gas Royalties	187,500.00	0.00	165,334.93	88.18 %
Investment Earnings	30,200.00	9,768.28	33,546.21	111.08 %
Grants/Contributions	76,747.00	0.00	18,977.15	24.73 %
Other Non-Operating Revenue	0.00	49.95	3,650.52	0.00 %
Totals	17,979,847.00	1,530,445.41	14,997,272.18	83.41 %

Salinas Valley Solid Waste Authority

Fund Summary

For Period Ending: 4/30/2014

	CURRENT BUDGET	M-T-D REV/EXP	Y-T-D REV/EXP	% OF BUDGET
Administration Fund	129,000.00	3,326.17	111,853.48	86.71 %
AB939 Fund	2,176,000.00	184,036.10	1,758,542.35	80.82 %
Recycling Fund	897,800.00	84,548.20	865,168.77	96.37 %
Crazy Horse Closure Fund	100.00	0.00	20.31	20.31 %
Johnson Cyn Project Fund	5,191,500.00	437,092.02	4,254,288.56	81.95 %
Johnson Canyon Closure Fund	3,000.00	893.04	2,628.37	87.61 %
Jolon Road Project Fund	5,200.00	2,658.88	2,658.88	51.13 %
Transfer Stations Fund	7,179,700.00	632,581.13	6,024,249.32	83.91 %
Expansion Fund	2,320,800.00	185,309.87	1,958,876.72	84.41 %
Debt Service	0.00	0.00	8.27	0.00 %
State Grants	76,747.00	0.00	18,977.15	24.73 %
USDA Grant	0.00	0.00	0.00	0.00 %
Totals	17,979,847.00	1,530,445.41	14,997,272.18	83.41 %

Salinas Valley Solid Waste Authority
Checks Issued Report for 4/1/2014 to 4/30/2014

Check #	Name	Check Date	Amount	Check Total
12599	ADMANOR, INC CCRMC MEDIA & MARKETING SERVICES BRANDING & RECYCLING OUTREACH/EDUCATION	4/9/2014	9,547.50 1,711.95	11,259.45
12600	ALEXANDRA BRISTOW MARCH1-15 RECYCLE RAMA PERFORMANCES	4/9/2014	271.41	271.41
12601	AT&T SERVICES INC TELEPHONE SERVICES	4/9/2014	284.47	284.47
12602	BECKS SHOE STORE, INC. EMPLOYEE SAFETY SUPPLIES	4/9/2014	179.01	179.01
12603	BRANDY ELLEN ACEVEDO MARCH1-15 RECYCLE RAMA PERFORMANCES	4/9/2014	2,169.95	2,169.95
12604	CLINTON HENDRICKS REIMBURSEMENT: SOFTWARE	4/9/2014	2.99	2.99
12605	COAST OIL COMPANY, LLC EQUIPMENT BIODIESEL FUEL	4/9/2014	1,579.40	1,579.40
12606	COSTCO WHOLESALE GENERAL OFFICE SUPPLIES	4/9/2014	217.72	217.72
12607	CSC OF SALINAS/YUMA SS TS VEHICLE AND EQUIPMENT SUPPLIES	4/9/2014	108.69	108.69
12608	DAVE J. DEERING MONTHLY ADM & SS JANITORIAL SERVICES	4/9/2014	1,830.00	1,830.00
12609	GOLDEN STATE TRUCK & TRAILER REPAIR SS TS EQUIPMENT & VEHICLE MAINTENANCE SUPPLIES	4/9/2014	5,719.38	5,719.38
12610	GRAINGER CH ENVIRONMENTAL SUPPLIES	4/9/2014	108.71	108.71
12611	GUILLERMINA GUTIERREZ REIMBURSEMENT: PARKING	4/9/2014	14.00	14.00
12612	HERTZ EQUIPMENT RENTAL CORPORATION JC EQUIPMENT RENTAL	4/9/2014	1,000.40	1,000.40
12613	IVY CONTRERAS MARCH1-15 RECYCLE RAMA PERFORMANCES	4/9/2014	2,531.25	2,531.25
12614	JOHN DAVID ACEVEDO II MARCH1-15 RECYCLE RAMA PERFORMANCES	4/9/2014	450.00	450.00
12615	JOSE RAMIRO URIBE SS TS VEHICLE REPAIRS	4/9/2014	170.00	170.00
12616	JUAN C. RUIZ EQUIPMENT TRANSPORT	4/9/2014	275.00	275.00

Salinas Valley Solid Waste Authority

Checks Issued Report for 4/1/2014 to 4/30/2014

Check #	Name	Check Date	Amount	Check Total
12617	LAMAR BROS TIRE SERVICE, INC. RR VEHICLE SERVICE	4/9/2014	67.08	67.08
12618	MONTEREY BAY UNIFIED AIR POLLUTION CONTROL BOARD CH & LR FLARE PERMITS	4/9/2014	5,844.00	5,844.00
12619	MONTEREY COUNTY TREASURER/TAX COLLECTOR ALL SITES PROPERTY TAXES	4/9/2014	13,061.90	13,061.90
12620	NEW PIG CORPORATION SS TS VEHICLE SUPPLIES	4/9/2014	1,798.48	1,798.48
12621	OFFICE DEPOT OFFICE SUPPLIES	4/9/2014	247.38	247.38
12622	ONHOLD EXPERIENCE APRIL ON HOLD SERVICE	4/9/2014	207.00	207.00
12623	PACIFIC GAS AND ELECTRIC COMPANY ELECTRICAL SERVICES	4/9/2014	3,800.75	3,800.75
12624	PLACEMENT PROS TEMPORARY DIVERSION WORKERS	4/9/2014	1,520.67	1,520.67
12625	PURE WATER BOTTLING BOTTLED WATER DELIVERIES	4/9/2014	62.75	62.75
12626	QUINN COMPANY SS TS EQUIPMENT MAINTENANCE & SUPPLIES	4/9/2014	2,137.12	2,137.12
12627	ROBERT B GOMEZ RECYCLERAMA PERFORMANCES	4/9/2014	496.69	496.69
12628	ROCKHURST UNIVERSITY CONTINUING EDUCATION CENTER INC ANNUAL TRAINING SUBSCRIPTION	4/9/2014	249.00	249.00
12629	SALINAS AREA CHAMBER OF COMMERCE FOUNDATION CLASS NIGHT SPONSORSIP - LEADERSHIP SALINAS	4/9/2014	350.00	350.00
12630	SCS FIELD SERVICES ALL SITES NON ROUTINE ENVIRONMENTAL SERVICES	4/9/2014	2,999.70	2,999.70

Salinas Valley Solid Waste Authority

Checks Issued Report for 4/1/2014 to 4/30/2014

Check #	Name	Check Date	Amount	Check Total
12631	US BANK CORPORATE PAYMENT SYSTEM	4/9/2014		
	SUBWAY: BOARD MEETING SUPPLIES		60.41	
	SUBWAY: BOARD MEETING SUPPLIES		5.38	
	CVS: BOARD RETREAT SUPPLIES		12.55	
	SMART & FINAL: BOARD RETREAT SUPPLIES		26.29	
	FILTERWATER.COM: GROUNDWATER FILTERS		341.00	
	SMART AND FINAL: OFFICE SUPPLIES		18.36	
	ORGANIZATIONAL NETWORK: ONLINE TRAINING		29.00	
	DISCOUNT MUGS: BD MEETING REUSABLE CUPS		353.65	
	SMART & FINAL: WATER SAMPLE SUPPLIES		31.57	
	APPLE ITUNES; TRAINING MATERIAL		13.99	
	ADVANCED COMMUNICATIONS: TRAINING MATERIAL		12.99	
	TASCO AMERICA SAFETY - SAFETY EQUIPMENT		24.05	
	ENVIROSAFETY.COM: SAFETY SUPPLY RR & HHW		252.12	
	OLD TOWN DELI: HHW TRAINING SUPPLIES		51.50	
	INTERMEDIA EXCHANGE SERVICE		229.79	
	SMART AND FINAL: MEETING SUPPLIES		20.47	
	HUGHESNET.NET - JC SCALE INTERNET SERVICE		91.54	
	EL POLLO LOCO: HAZWOPER TRAINING LUNCH		58.67	
	SMART AND FINAL: OFFICE SUPPLY		6.49	
	CVS: OFFICE SUPPLIES		33.60	
	SHAREFILE.COM: FTP SITE SUBSCRIPTION		32.95	
	CONVENTION CENTERR: STORMWATER TRAINING PARKING		25.00	
	SMARTSHEET.COM: PROJECT SOFTWARE		139.00	
	HOME DEPOT: RAKES (8)		78.58	
	COMPLIANCE SOLUTIONS: HAZWOPER TRAINING		472.50	
	ROSS: BOARD RETREAT SUPPLIES		31.26	
	ENVIROSAFETY: SAFETY SUPPLIES		83.70	
	SMART&FINAL: EC & CA MTG SUPPLIES		40.65	
	TURF CLUB AND CATERING: STRATEGIC RETREAT PLANNING		49.41	
	ENVIROSAFETY.COM: SAFETY SUPPLY RR & HHW		169.86	
	FAIRFIELD INN: STORMWATER TRAINING SEMINAR		138.13	
	THE BAKERY STATION: 2/13 BD RETREAT REFRESHMENTS		298.00	
	CA SURVEY & DRAFTING: TRIMBLE SOFTWARE		269.00	
	CHEVRON: VEHICLE FUEL		106.50	
	WALMART: BOARD RETREAT SUPPLIES		46.41	
	LOGMEIN.COM: NETWORK ACCESS		149.00	
				3,803.37
12632	**VOID**	4/9/2014		-
12633	**VOID**	4/9/2014		-
12634	**VOID**	4/9/2014		-
12635	AIR TOXICS LTD	4/16/2014		
	LANDFILL GAS TESTING		471.00	
				471.00
12636	AMERICAN SUPPLY CO.	4/16/2014		
	HHW SUPPLIES		829.85	
				829.85
12637	AT&T SERVICES INC	4/16/2014		
	TELEPHONE SERVICES		302.69	
				302.69
12638	BC LABORATORIES, INC	4/16/2014		
	GROUND WATER ANALYTICAL SERVICES		617.00	
				617.00

Salinas Valley Solid Waste Authority

Checks Issued Report for 4/1/2014 to 4/30/2014

Check #	Name	Check Date	Amount	Check Total
12639	BOYDS ASPHALT SERVICES CH ASPHALT PAVING	4/16/2014	5,297.00	5,297.00
12640	CALIFORNIA HIGHWAY ADOPTION CO. HIGHWAY 101 LITTER ABATEMENT	4/16/2014	550.00	550.00
12641	COAST OIL COMPANY, LLC SS TS VEHICLE BIO SOY FUEL EQUIPMENT BIODIESEL FUEL	4/16/2014	7,849.16 1,587.01	9,436.17
12642	CSC OF SALINAS/YUMA SS TS VEHICLE SUPPLIES	4/16/2014	616.34	616.34
12643	CUSTOM INTERIOR CONSTRUCTION REFUND OF CREDIT BALANCE ON ACCOUNT	4/16/2014	5.00	5.00
12644	DON CHAPIN INC CH WATER DELIVERY SERVICES	4/16/2014	1,008.00	1,008.00
12645	FLEET GUY, LLC STREET SWEEPER	4/16/2014	57,236.20	57,236.20
12646	GREEN RUBBER - KENNEDY AG, LP USDA DIGESTER SUPPLIES	4/16/2014	222.96	222.96
12647	HERTZ EQUIPMENT RENTAL CORPORATION JC LFG EQUIPMENT RENTAL	4/16/2014	3,092.72	3,092.72
12648	HOME DEPOT FACILITY AND MAINTENANCE SUPPLIES	4/16/2014	427.93	427.93
12649	HOPE SERVICES MARCH 2014 MATTRESS/BOX SPRING HAULING SERVICE MARCH 2014 SS TS LITTER ABATEMENT & DIVERSION	4/16/2014	1,068.00 10,830.96	11,898.96
12650	JOHNSON ASSOCIATES VEHICLE SUPPLIES F150	4/16/2014	18.31	18.31
12651	JOSE RAMIRO URIBE SS TS VEHICLE REPAIRS	4/16/2014	170.00	170.00
12652	JULIO GIL VEHICLE DECALS	4/16/2014	521.00	521.00
12653	KEITH DAY TRUCKING REFUND OF CREDIT BALANCE ON ACCOUNT	4/16/2014	235.26	235.26
12654	MARTA M. GRANADOS BD MEETING INTERPRETER	4/16/2014	180.00	180.00
12655	OFFICE DEPOT OFFICE SUPPLIES	4/16/2014	646.92	646.92
12656	ORCHARD SUPPLY HARDWARE LLC OPERATIONS SUPPLIES	4/16/2014	103.78	103.78

Salinas Valley Solid Waste Authority

Checks Issued Report for 4/1/2014 to 4/30/2014

Check #	Name	Check Date	Amount	Check Total
12657	PACIFIC GAS AND ELECTRIC COMPANY ELECTRICAL SERVICES	4/16/2014	2,220.28	2,220.28
12658	PURE WATER BOTTLING BOTTLED WATER DELIVERIES	4/16/2014	139.84	139.84
12659	QUINN COMPANY USDA DIGESTER EQUIPMENT RENTAL	4/16/2014	529.24	529.24
12660	REPUBLIC SERVICES #471 96 GALLON GARBAGE CART SERVICE	4/16/2014	64.87	64.87
12661	ROBERT TALBOTT VINEYARDS REFUND OF CREDIT BALANCE ON ACCOUNT	4/16/2014	107.09	107.09
12662	SALINAS CALIFORNIAN #1078 LEGAL NOTICES AND PUBLICATIONS	4/16/2014	364.63	364.63
12663	SALINAS VALLEY CHAMBER OF COMMERCE EVENT SPONSORSHIP: EARTH DAY MIXER	4/16/2014	250.00	250.00
12664	SCS FIELD SERVICES NON ROUTINE JC LFG	4/16/2014	13,406.22	13,406.22
12665	SHARPS SOLUTIONS, LLC SHARPS DISPOSAL	4/16/2014	160.00	160.00
12666	STURDY OIL COMPANY SS TS VEHICLE SUPPLIES	4/16/2014	291.38	291.38
12667	SWANA SOLID WASTE ASSOCIATION MEMBERSHIP	4/16/2014	225.00	225.00
12668	SWT ENGINEERING, INC. SSTS ENVIRONMENTAL PROFETIONAL SERVICES	4/16/2014	217.35	217.35
12669	THOMAS M BRUEN MARCH 2014 LEGAL SERVICES	4/16/2014	5,322.50	5,322.50
12670	VALLEY PACIFIC PETROLEUM SERVICES, INC. DIESEL FUEL USAGE	4/16/2014	26.57	26.57
12671	VERIZON WIRELESS SERVICES, LLC CELL PHONE SERVICE	4/16/2014	119.03	119.03
12672	WASTE MANAGEMENT INC JOLON ROAD OPERATIONS MARCH 2014 REPUBLIC WASTE DELIVERED TO MADISON	4/16/2014	57,779.10 6,727.40	64,506.50
12673	WESTERN EXTERMINATOR COMPANY FACILITY RODENT CONTROL	4/16/2014	321.00	321.00
12674	WRIGHT EXPRESS FINANCIAL SERVICES CORPORATION VEHICLE FUEL	4/16/2014	1,896.57	1,896.57

Salinas Valley Solid Waste Authority

Checks Issued Report for 4/1/2014 to 4/30/2014

Check #	Name	Check Date	Amount	Check Total
12675	ADMANOR, INC BRANDING & RECYCLING OUTREACH/EDUCATION	4/24/2014	4,265.00	4,265.00
12676	AON RISK INSURANCE SERVICES WEST, INC . ENVIRONMENTAL IMPAIRMENT COVERAGE INCREASE	4/24/2014	7,740.00	7,740.00
12677	CENTRAL COAST HUMAN RESOURCE ASSOCIATION HR TRAINING SEMINAR REGISTRATION	4/24/2014	65.00	65.00
12678	CITY OF GONZALES GONZALES HOSTING FEES	4/24/2014	20,833.33	20,833.33
12679	GREENWASTE RECOVERY INC. CARPET RECYCLING	4/24/2014	700.00	700.00
12680	HARTFORD FIRE INSURANCE COMPANY GM - SURETY BOND	4/24/2014	2,750.00	2,750.00
12681	NEXIS PARTNERS, LLC RENT & COMMON AREAS ADM BLDG	4/24/2014	8,709.00	8,709.00
12682	OFFICE DEPOT OFFICE SUPPLIES	4/24/2014	872.62	872.62
12683	ONE STOP AUTO CARE/V & S AUTO CARE, INC WHITE RANGER VEHICLE MAINTENANCE	4/24/2014	256.50	256.50
12684	SOLEDAD MISSION CHAMBER OF COMMERCE SOUTH COUNTY EXPO SPONSORSHIP	4/24/2014	575.00	575.00
12685	SOUTH COUNTY NEWSPAPER PUBLIC NOTICE ADVERTISING	4/24/2014	131.18	131.18
12686	A-1 SWEEPING STREET SWEEPING SERVICE	4/30/2014	1,161.00	1,161.00
12687	ADMANOR, INC MARCH 2014 CCRMC MEDIA & MARKETING SERVICES MARCH 2014 BRANDING & RECYCLING OUTREACH/EDUCATION MARCH 2014 TIRE AMNESTY MEDIA & MARKETING SERVICES	4/30/2014	11,998.00 2,112.23 380.00	14,490.23
12688	AT&T SERVICES INC TELEPHONE SERVICES	4/30/2014	35.74	35.74
12689	BC LABORATORIES, INC CH LAB SERVICES SS TS LAB SERVICES	4/30/2014	903.00 110.00	1,013.00
12690	CALIFORNIA WATER SERVICE SS WATER SERVICES FY 2013-14	4/30/2014	444.13	444.13
12691	CITY OF CAPITOLA MEETING REGISTRATION - CSMFO	4/30/2014	120.00	120.00
12692	COAST COUNTIES TRUCK & EQUIPMENT CO. SS TS VEHICLE SUPPLIES	4/30/2014	1,106.73	1,106.73

Salinas Valley Solid Waste Authority

Checks Issued Report for 4/1/2014 to 4/30/2014

Check #	Name	Check Date	Amount	Check Total
12693	COAST OIL COMPANY, LLC VEHICLE AND EQUIPMENT FUEL	4/30/2014	12,503.10	12,503.10
12694	COMCAST MONTHLY INTERNET SERVICE	4/30/2014	151.87	151.87
12695	CSC OF SALINAS/YUMA SS TS & CH EQUIPMENT AND VEHICLE SUPPLIES	4/30/2014	390.96	390.96
12696	DANIEL F. BROTHERS INC ENTRANCE SAFETY WINDOW	4/30/2014	1,702.01	1,702.01
12697	FEDEX OVERNIGHT SHIPMENTS	4/30/2014	155.76	155.76
12698	FIRST ALARM ALARM SYSTEM SERVICE	4/30/2014	37.80	37.80
12699	GEOLOGIC ASSOCIATES, INC. GROUNDWATER MONITORING & REPORTING	4/30/2014	4,462.77	4,462.77
12700	GOLDEN STATE TRUCK & TRAILER REPAIR SS TS VEHICLE MAINTENANCE	4/30/2014	2,255.03	2,255.03
12702	GUERITO JC & SS PORTABLE TOILET SERVICE	4/30/2014	510.00	510.00
12703	HOPE SERVICES MARCH JC MATTRESS/BOX SPRING HAULING SERVICE	4/30/2014	744.00	744.00
12704	MALLORY CO. INC HHW SAFETY SUPPLIES	4/30/2014	713.57	713.57
12705	MASKELL PIPE & SUPPLY, INC CH SUPPLIES	4/30/2014	525.44	525.44
12706	MONTEREY SANITARY SUPPLY, INC. JANITORIAL SUPPLIES	4/30/2014	176.95	176.95
12707	NEXTEL OF CALIFORNIA, INC CELL PHONE SERVICE	4/30/2014	862.00	862.00
12708	OFFICE DEPOT OFFICE SUPPLIES	4/30/2014	247.31	247.31
12709	ONE STOP AUTO CARE/V & S AUTO CARE, INC VEHICLE SERVICES	4/30/2014	113.84	113.84
12710	PLACEMENT PROS DIVERSION SERVICES	4/30/2014	1,732.01	1,732.01
12711	PROBUILD COMPANY LLC JC FACILITY SUPPLIES	4/30/2014	22.73	22.73
12712	QUINN COMPANY SS EQUIPMENT & VEHICLE MAINTENANCE	4/30/2014	751.18	751.18

Salinas Valley Solid Waste Authority

Checks Issued Report for 4/1/2014 to 4/30/2014


Check #	Name	Check Date	Amount	Check Total
12713	RECOLOGY WASTE SOLUTIONS, INC	4/30/2014		
	MARCH JC DIV ASST FEE & MATERIAL FEES		8,262.00	
	APRIL JC LANDFILL OPS & EXTENDED HRS		2,742.00	
	APRIL JC LANDFILL OPS & EXTENDED HRS		165,186.00	
	MARCH JC DIV ASST FEE & MATERIAL FEES		37.01	
	MARCH JC DIV ASST FEE & MATERIAL FEES		401.29	
	MARCH JC OPERATIONS - OUT OF SCOPE WORK		170.98	
				176,799.28
12714	SCALES UNLIMITED	4/30/2014		
	SS SCALE SERVICE		1,370.50	
				1,370.50
12715	SCS FIELD SERVICES	4/30/2014		
	APRIL ALL SITES GRDWTR MONITORING SERVICES		15,537.00	
	ALL SITES NON ROUTINE ENV. SERVICES		4,811.27	
	MONTHLY DATA SERVICE ACCESS LR, JR		375.00	
				20,723.27
12716	SHARPS SOLUTIONS, LLC	4/30/2014		
	SHARPS DISPOSAL		160.00	
				160.00
12717	STURDY OIL COMPANY	4/30/2014		
	SS TS EQUIP MAIN SUPPLIES		299.16	
				299.16
12718	SWANA LEGISLATIVE TASK FORCE	4/30/2014		
	2014 LEGISLATIVE TASK FORCE		1,000.00	
				1,000.00
DFT2014915	CA STATE BOARD OF EQUALIZATION	4/10/2014		
	SERVICE AREA INTEGRATED WASTE MGMT FEES JAN - MAR 2014		52,620.00	
	SV INTEGRATED WASTE MGMT FEES JAN - MAR 2014		25,004.00	
				77,624.00
DFT2014916	WAGeworks	4/17/2014		
	2014 FSA MONTHLY ADMIN FEES		36.00	
				36.00
	SUBTOTAL			\$ 620,211.88
	Payroll Disbursements			\$ 308,456.63
	Grand Total			<u>\$ 928,668.51</u>




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SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 3


Interim Finance Manager


General Manager/CAO


Board President

Date: June 19, 2014
From: Ray Hendricks, Interim Finance Manager
Title: A Resolution Establishing the Investment Policy
for Fiscal Year 2014-15

RECOMMENDATION

The Executive Committee recommends adoption of the resolution.

STRATEGIC PLAN RELATIONSHIP

The recommended action is routine in nature. However, it does continue to support the previous goal to Develop and Implement a Sustainable Finance Plan by ensuring that the Authority's monies are invested accordance with State law and sound investment practices.

FISCAL IMPACT

Due to the current state of the economy investment returns are at an all-time low. While interest earnings used to be a significant part of the Authority's budget that is no longer the case. By becoming a more active, but still conservative, participant in the investment market, the Authority should net modestly higher yields resulting in more revenue for the Authority.

DISCUSSION & ANALYSIS

The investment policy for 2014-15 has no changes from the current policy. While the Investment Policy allows investment in all investment vehicles permitted by State law, in actual practice the funds managed by the Treasurer have historically been invested in the Local Agency Investment Fund (LAIF).

Due to the low yields being produced by LAIF the Treasurer is seeking higher yields by means of more proactive, yet conservative, investment practices. At the end of April 2014, LAIF was yielding 0.233%. In order to increase yield, the Authority has diversified out of LAIF.

Staff is leaving a higher balance at Rabobank where the funds are being credited at a rate of .3% for use against bank charges. Staff has also diversified its investments by investing in collateralized Certificates of Deposit with yields higher than the LAIF rate. Staff will continue to look for higher yielding investment opportunities that meet the criteria of Safety, Liquidity, and Yield in that order.

BACKGROUND

In order to properly handle the Authority's investments, the Board is asked to adopt the attached Investment Policy. This policy is modeled after the City of Salinas Investment Policy under which the Authority's investments were handled until April 2007. California Government Code Section 53646(a) (2) states that the treasurer or chief fiscal officer of a local agency may render annually to the legislative body of the local agency an investment policy, which the legislative body shall consider at a public meeting. State law further requires the Treasurer or Chief Financial Officer to submit detailed information on all securities, investments, and monies of the Authority on a quarterly basis.

ATTACHMENT(S)

1. Resolution
2. Investment Policy

RESOLUTION NO. 2014-

A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY ESTABLISHING THE INVESTMENT POLICY FOR FISCAL YEAR 2014-15

WHEREAS the legislative body of a local agency may invest surplus monies not required for the immediate necessities of the local agency in accordance with the provisions of California Government Code Sections 5921 and 53630 et seq.; and

WHEREAS the Legislature of the State of California has declared that the deposit and investment of public funds by local officials and local agencies is an issue of statewide concern and has passed legislation to restrict permissible investments and promote oversight procedures; and

WHEREAS it is necessary to establish the policy and guidelines for the Authority to invest public funds in a manner which will provide a high level of safety and security of principal; and

WHEREAS the Finance Manager/Treasurer of Salinas Valley Solid Waste Authority shall annually prepare and submit a statement of investment policy and such policy, and any changes thereto, shall be considered by the legislative body at a public meeting; and

WHEREAS the Authority's Investment Policy for fiscal year 2014-2015 has been developed and presented to this Board this date.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Salinas Valley Solid Waste Authority that it does hereby adopt the attached Investment Policy, marked "Exhibit A," and authorizes and directs the Finance Manager/Treasurer to use said Policy in the investment of Authority funds.

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste Authority at the regular meeting duly held on the 19th day of June 2014 by the following vote:

AYES: BOARD MEMBERS:

NOES: BOARD MEMBERS:

ABSENT: BOARD MEMBERS:

ABSTAIN: BOARD MEMBERS:

ATTEST:

Elizabeth Silva, President

Elia Zavala, Clerk of the Board

SALINAS VALLEY SOLID WASTE AUTHORITY

INVESTMENT POLICY

PURPOSE

The purpose of this document is to identify various policies and procedures that enhance opportunities for a prudent and systematic investment process and to organize and formalize investment-related activities. Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. The ultimate goal is to enhance the economic status of the Authority while protecting its invested cash.

The investment policies and practices of the Salinas Valley Solid Waste Authority are based on state law and prudent money management. All funds will be invested in accordance with the Authority's Investment Policy and the authority governing investments for local governments as set forth in the California Government Code, Sections 53601 through 53686. The provisions of relevant bond documents restrict the investments of bond proceeds.

OBJECTIVE

The Authority has a fiduciary responsibility to maximize the productive use of all the assets entrusted to its care and to invest and wisely and prudently manage those public funds. As such, the Authority shall strive to maintain the level of investment of all idle funds as near 100% as possible through daily and projected cash flow determinations, investing in those investment vehicles deemed prudent and allowable under current legislation of the State of California and the ordinances and resolutions of the Salinas Valley Solid Waste Authority.

SCOPE

It is intended that this policy cover all funds and investment activities of the Salinas Valley Solid Waste Authority. This investment policy applies to all Authority transactions involving the financial assets and related activity of all funds. Any additional funds that may be created from time to time shall also be administered with the provisions of this policy and comply with current State Government Code.

The Authority will consolidate cash and reserve balances from all funds to maximize investment earnings and to increase efficiencies with regard to investment pricing, safekeeping, and administration. Investment income will be allocated to the various funds based on their respective participation and in accordance with generally accepted accounting principles.

AUTHORIZATION

The Board of Directors has delegated investment authority to the Finance Manager/Treasurer. This delegation is further authorized by Section 53600, et seq. of the Government Code of the State of California, which specifies the various permissible investment vehicles, collateralization levels, portfolio limits, and reporting requirements.

GUIDELINES

Government Code Section 53600.5 states: "When investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the primary objective of the trustee shall be to safeguard the principal of funds under its control. The secondary objective shall be to meet the liquidity needs of the depositor. The third objective shall be to achieve a return on the funds under its control."

Simply stated, *safety of principal* is the foremost objective, followed by *liquidity* and *return on investment* (known as yield). Each investment transaction shall seek to first ensure that capital losses are avoided, whether they are from market erosion or security defaults.

1. Government Code Section 53601 authorizes the following investment vehicles:

<u>Permitted Investments/Deposits</u>	<u>Maximum Percentages of Portfolio</u>	<u>Maximum Maturity</u>	<u>Minimum Quality Requirements</u>
U.S. Treasury Obligations	Unlimited	5 Years*	None
U.S. Agencies Obligations ^(g)	Unlimited	5 Years*	None
Certificates of Deposit	Unlimited	5 Years*	None
Negotiable Certificates	30%	5 Years*	None
Bankers Acceptances	40% ^b	180 Days	None
Commercial Paper	25% ^c	270 Days	A-1/P-1/F-1
L.A.I.F.	40 Million ^a	N/A	None
CalTRUST Investment Pool ^(h)	Unlimited	N/A	None
Repurchase Agreements	Unlimited	1 Year	None
Reverse Repurchase Agreements	20%	92 Days	None
Mutual Funds and Money Market			
Mutual Funds	20%	n/a	Multiple ^{d,e}
Medium Term Notes ^f	30%	5 Years*	"A" rating

*Maximum term unless expressly authorized by Governing Body and within the prescribed time frame for said approval

(a) Limit set by LAIF Governing Board, not the Government Code.

(b) No more than 30 percent of the agency's money may be in Bankers' Acceptances of any one commercial bank.

(c) 10 percent of the outstanding commercial paper of any single corporate issuer.

(d) A mutual fund must receive the highest ranking by not less than two nationally recognized rating agencies or the fund must retain an investment advisor who is registered with the SEC (or exempt from registration), has assets under management in excess of \$500 million, and has at least five years experience investing in instruments authorized by Government Code sections 53601 and 53635.

(e) A money market mutual fund must receive the highest ranking by not less than two nationally recognized statistical rating organizations or retain an investment advisor registered with the SEC or exempt from registration and who has not less than five years

experience investing in money market instruments with assets under management in excess of \$500 million.

(f) "Medium-term notes" are defined in Government Code Section 53601 as "all corporate and depository institution debt securities with a maximum remaining maturity of five years or less, issued by corporations organized and operating with the U.S. or by depository institutions licensed by the U.S. or any state and operating within the U.S."

(g) Includes U.S. Government Sponsored Enterprise Obligations

(h) Investment Trust of California dba CalTRUST

2. Criteria for selecting investments, and the order of priority, are:

A) Safety. The safety and risk associated with an investment refers to the potential loss of principal, interest or a combination of these amounts. Investments of the Salinas Valley Solid Waste Authority shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, diversification is required in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio. The Authority only invests in those instruments that are considered very safe.

B) Liquidity. This refers to the ability to "cash in" at any moment with a minimal chance of losing some portion of principal or interest. Liquidity is an important investment quality especially when the unexpected need for funds occurs. The Salinas Valley Solid Waste Authority investment portfolio will remain sufficiently liquid to enable the Authority to meet all operating requirements, which might be reasonably anticipated. It is the Authority's full intent, at the time of purchase, to hold all investments until maturity to ensure the return of all invested principal dollars.

C) Yield. Yield is the potential dollar earnings an investment can provide, and sometimes is described as the rate of return. The Salinas Valley Solid Waste Authority investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the Authority's investment risk constraints and the cash flow characteristics of the portfolio.

3. An amount of money deemed sufficient to meet one payroll and two weeks claims shall be maintained in highly liquid investment vehicles such as the State Local Agency Investment Fund, or other similar investment instrument
4. The Authority will attempt to obtain the highest yield obtainable when selecting investments, provided that criteria for safety and liquidity are met. Ordinarily, through a positive yield curve, (i.e., longer term investment rates are higher than those of shorter maturities), the Authority attempts to ladder its maturities to meet anticipated cash maturities that carry a higher rate than is available in the extremely short market of 30 days or less.
5. Most investments are highly liquid, with the exception of certificates of deposit held by banks and savings and loans. Investments in Certificate of Deposit shall be fully insured or collateralized. When insurance is pledged, it shall be through the FDIC. Collateralization shall

be in the amount of 110% of principal when government securities are pledged or 150% of principal when backed by first deeds of trust. Maturities are selected to anticipate cash needs, thereby obviating the need for forced liquidation.

6. When investing in Bankers Acceptances, Treasury Bills and Notes, Government Agency Securities and Commercial Paper, securities for these investments shall be conducted on a delivery-versus-payment basis. Securities are held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts when such delivery directly to the Authority would be impractical.
7. With the exception of Treasury Notes and other government Agency Issues, the maturity of any given investment shall not exceed 1 year.
8. Bond Proceeds shall include any notes, bonds or other instruments issued on behalf of the Salinas Valley Solid Waste Authority for which the members of the Board of Directors serve as the governing body. Should the Salinas Valley Solid Waste Authority elect to issue bonds for any purpose, the Indenture of Trust shall be the governing document specifying allowable investments for the proceeds of the issue as prescribed by law.
9. Investment income shall be shared by all funds on a proportionate ratio of each funds balance to total pooled cash with investment income distributed accordingly on a quarterly basis.
10. Investments in any other vehicle like Repurchase and Reverse Repurchase Agreements shall not be authorized unless the investment is made through the pooled money portfolio of the Local Agency Investment Fund.
11. The Treasurer shall annually render to the Board of Directors for consideration at a public meeting, a statement of investment policy. The Treasurer will also render an investment report to the Board of Directors within 30 days following the end of each calendar quarter. The monthly report shall include type of investment, issuer, date of maturity, par and dollar amount invested on all securities, investments and monies held by the Salinas Valley Solid Waste Authority. The report shall state compliance with the investment policy or manner in which the portfolio is not in compliance. It shall also include a statement denoting the ability to meet the Authority's expenditure requirement for the next six months or provide an explanation as to why sufficient money shall, or may, not be available.
12. Any State of California legislative action, that further restricts allowable maturities, investment type or percentage allocations, will be incorporated into the Salinas Valley Solid Waste Authority Investment Policy and supersede any and all previous language.
13. Officers and employees involved in the investment process shall refrain from personal business activities that could conflict with proper execution of the investment program, or that could impair their ability to make impartial decisions.

The basic premises underlying the Authority's investment philosophy are, and will continue to be, to safeguard principal, to meet the liquidity needs of the organization and to return an acceptable yield.

June 19, 2014

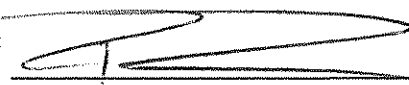


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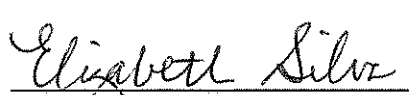
SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 4


Interim Finance Manager


General Manager/CAO


Board President

Date: June 19, 2014
From: Ray Hendricks, Interim Finance Manager
Title: FY 2013-14 Year-End Budget Adjustments

RECOMMENDATION

The Executive Committee recommends approval FY 2013-14 Year-End Budget Adjustments.

The budget adjustments will ensure that the budget reflects current activity.

STRATEGIC PLAN RELATIONSHIP

The recommended action helps support Goal A – Fund and Implement 75% Diversion, by ensuring that the budget is balanced.

FISCAL IMPACT

The net fiscal impact of the recommended budget adjustments is a net decrease to fund balance of \$25,000 for the fiscal year. The additional interest for Debt Service was paid during the bond refinance using bond proceeds. The additional appropriations for CIP 9802 will be reimbursed by GOE in accordance with the project funding agreement. Finally, the additional appropriations for the Equipment Lease-Purchase will be paid using the Capital One Equipment Lease funds.

DISCUSSION & ANALYSIS

Based on activity during the first ten months, staff recommends the following budget adjustments.

- Increase debt service appropriations by \$250,000
- Appropriate \$3,670,000 for equipment lease-purchase
- Adjust Capital Improvements appropriations to reflect current fiscal year needs.

Increase Debt Service Appropriations by \$250,000

During the bond refinancing, the Authority paid \$ 250,000 in interest for both the Salinas Installment Purchase Agreement, and the 2002 Revenue Bonds. These payments were not part of the operating budget. These payments would, in part, have been included in the next debt service payments which were scheduled for March 1 and August 1. However in order to defease the 2002 revenue bonds, the monies had to be paid at the time the bonds were issued. The payments were made using bond proceeds as part of the refinancing, and do not affect the Authority's cash position

Appropriate \$3,670,000 for Equipment Lease-Purchase

On May 15, 2014, the Board approved the Lease-Purchase Financing for Landfill Equipment with Capital One in order to buy equipment necessary for the operations of Johnson Canyon Landfill. The estimated cost of equipment is \$3,620,000 plus \$50,000 to pay the placement agent and legal fees necessary to arrange the lease-purchase financing. All the funding is from the Capital One Lease-Purchase for \$3,670,000. The new capital project 9525 will be established in order to track these expenditures.

Adjust Capital Improvements appropriations to reflect current fiscal year needs

The following appropriation adjustments are recommended:

\$ 35,000	CIP 9501 - JC LF Gas Improvements
\$ (35,000)	CIP 9503 - JC Module 1 Horizontal Wells
\$ 500	CIP 9701 - SSTS Equipment Replacement
\$ (16,000)	CIP 9703 - SSTS Improvements
\$ 15,500	CIP 9704 - SSTS Equipment Retrofit
\$ 150,000	CIP 9802 - Autoclave Demonstration Unit
<u>\$ 25,000</u>	CIP 9803 - Regional Solid Waste Study
\$ 175,000	Total Appropriation Adjustments

CIP 9501 – JC LF Gas Improvements

The Johnson Canyon Landfill Gas Improvements Project No. 9501 requires an additional \$35,000 in order to meet the State Minimum Standards. The budget for this item is included in FY 2014-15 budget, but staff needs to begin to work on this project in the current fiscal year to address a landfill gas migration violation that cannot be rectified with the current system.

CIP 9503 – JC Module 1 Horizontal Wells

The Johnson Canyon Module 1 Horizontal Wells Project No. 9503 currently has a budget of \$310,000. Staff is recommending that we reduce the budget for this CIP by \$35,000. This project is not expected to be completed until FY 2014-15, and staff feels that it can be done at a savings over the current budget.

CIP 9701 - SSTS Equipment Replacement

The \$110,000 in this budget was used to replace the tires for the loader, and the replacement of a transfer trailer used at the Sun Street Transfer Station. An additional \$500 is needed to cover the entire cost of these items.

CIP 9703 - SSTS Improvements

The \$43,000 budget in this project is for some much needed repairs of the waste tipping pad at Sun Street Transfer Station. Staff has found a way to do this work at a reduce cost, therefore staff recommends that the budget be reduced by \$16,000 in order to cover costs necessary in other projects.

CIP 9704 - SSTS Equipment Retrofit

\$15,500 is needed to complete equipment retrofits to the diesel trucks used at Sun Street Transfer Station. The California Air Resources Board requires that trucks older than 2010 with a vehicle gross weight greater than 26,000 lbs. have a reduced emissions system. Retrofitting these vehicles, by adding a Diesel Particulate Filter (DPF) allows the Authority to continue using both its 2000 Peterbilt units while remaining in compliance until 2021. This is a much cheaper option than purchasing 2 new trucks at an average of \$135,000 per unit. The new capital project 9704 will be established in order to pay for the required upgrades.

CIP 9802 – Autoclave Demonstration Unit

At the February 20, 2014 meeting, the Board approved the next level of investigation of the steam autoclave process by supporting Global Organics Energy (GOE) in siting a demonstration unit at the Johnson Canyon Landfill. The new capital project 9802 will be established in a reimbursement fund with a budget of \$150,000 in expenditures and offsetting revenues. This allows expenditures to be isolated specific to the demonstration project and facilitates reimbursement by GOE in accordance with the project funding agreement.

CIP 9803 - Regional Solid Waste Study

On December 19, 2013, the Board approved a resolution to be a part of the Regional Solid Waste Study. All of the member agencies in Monterey County are paying the cost of this study. The Authority's portion of this study is \$25,000. A supplemental appropriation is needed to pay for the study.

BACKGROUND

The FY 2013-14 budget is within the expected projections due to constant monitoring by management staff. However some minor adjustments are required as stated above.

ATTACHMENT(S)

None

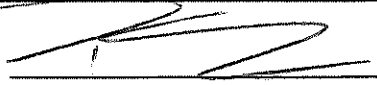


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SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 5


Interim Finance Manager

N/A

Legal Counsel


General Manager/CAO

Date: June 19, 2014

From: Cesar Zuñiga, Operations Manager

Title: A Resolution Declaring a 1999 Wesco Possum Belly Refuse Trailer as Surplus Property and Authorizing the General Manager to Dispose of Property

RECOMMENDATION

Staff recommends Board adoption of the resolution.

STRATEGIC PLAN RELATIONSHIP

This is an operational item and does not relate to the Board's strategic plan.

FISCAL IMPACT

The surplus of the 1999 Wesco Possum Belly Refuse Trailer will result in a trade in credit of \$9,200 off the purchase of the new Western Refuse Trailer for the Authority.

DISCUSSION & ANALYSIS

The 1999 Wesco Possum Belly Refuse Trailer is scheduled to be replaced during FY 2014-15. The trailer will no longer be used by the Authority, due to the ending of imported waste from Recology South Valley. The 1999 Wesco Possum Belly Refuse Trailer requires the assistance of a trailer tipper in order to unload its contents. The current tipper located at the Johnson Canyon Landfill is owned by Recology South Valley, and their contract is set to expire sometime in FY 2014-15. If approved as surplus property, staff will trade in the refuse trailer for a credit of \$9,200 off the new Western Refuse Trailer.

BACKGROUND

The Authority purchased the used 1999 Wesco Possum Belly Refuse Trailer in 2007. Effective July 1, 2014, the 1999 Wesco Possum Belly Trailer can no longer be used for transporting waste from the Sun Street Transfer Station to the Johnson Canyon Landfill, due to the termination of imported waste from Recology South Valley; the tipper used to unload the refuse trailer will no longer be available at the Johnson Canyon Landfill.

ATTACHMENT(S)

1. Resolution

RESOLUTION NO. 2014 –

**A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY DECLARING A 1999 WESCO
POSSUM BELLY REFUSE TRAILER AS SURPLUS PROPERTY AND AUTHORIZING THE GENERAL
MANAGER TO DISPOSE OF PROPERTY**

**BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE
AUTHORITY** that the following property is hereby declared surplus to the needs of the
Authority:

- 1999 Wesco Possum Belly Refuse Trailer

BE IT FURTHER RESOLVED that the General Manager is hereby authorized and
directed, for and on behalf of the Salinas Valley Solid Waste Authority, to trade in said
property as part of the purchase of a new Western Refuse Trailer.

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste
Authority this 19th day of June 2014, by the following vote:

AYES: BOARD MEMBERS:

NOES: BOARD MEMBERS:

ABSENT: BOARD MEMBERS:

ABSTAIN: BOARD MEMBERS:

Elizabeth Silva, President

ATTEST:

Elia Zavala, Clerk of the Board



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

Date: June 19, 2014

From: Cesar Zuñiga, Operations Manager

Title: A Resolution Awarding the Purchase of one Walking Floor Transfer Trailer to Western Trailers for an Amount of \$75,576.00

ITEM NO. 6


Interim Finance Manager

N/A
Legal Counsel


General Manager/CAO

RECOMMENDATION

Staff recommends adoption of the resolution awarding the purchase of one (1) Transfer Trailer for the Sun Street Transfer Station from Western Trailers, the lowest responsible bidder, for an amount of \$75,576.00.

STRATEGIC PLAN RELATIONSHIP

The replacement of old equipment supports Goal E: Reduce Costs and Improve Services at The Johnson Canyon Landfill and Other SVSWA Facilities. New equipment improves service delivery and efficiency because of reduced downtime and associated maintenance.

FISCAL IMPACT

Funding for this purchase is included in the 2014-2015 Fiscal Year Budget. There is currently \$80,000 within the equipment replacement budget, which is sufficient to cover the replacement cost including the surplus trailer trade-in value offered by Western Trailer.

DISCUSSION & ANALYSIS

Since the closure of the Crazy Horse Landfill in 2009, the majority of the Republic Services, City of Salinas, and North Monterey County waste has been collected at the Sun Street Transfer Station and hauled to the Johnson Canyon Landfill. The purchase of a replacement trailer will improve the facilities efficiency and reduce the maintenance cost associated with the worn out possum belly refuse trailer currently being used.

Staff is making the recommendation to purchase a new refuse trailer due to age and cost of maintaining the existing worn out 1999 Wesco possum belly refuse trailer. Another reason for the replacement is the ending of South Valley Disposal imported waste. The termination of the imported waste will also end the use of a refuse trailer tipper at the Johnson Canyon Landfill, which is required to unload the 1999 Wesco possum belly refuse trailer. Staff requests that the Board award the purchase contract of One (1) Transfer Trailer to the lowest responsible bidder, Western Trailers at a cost of \$75,576.00.

BACKGROUND

On January 1, 2008, the Authority assumed the operations of the Sun Street Transfer Station (SSTS). The facility currently serves the local franchise hauler, Republic Services, and City of Salinas and north county residents. The SSTS processes an average of 350-400 tons per day.

Currently the facility has six tractor trucks and six refuse trailers in operation to handle the daily solid waste and recycling intake. The operation demands each transfer trailer to handle an average of 21,000 tons annually, in order to keep up with the facility intake. The proposed new trailer will replace the existing 1999 Wesco possum belly refuse trailer. The 1999 Wesco possum belly refuse trailer will be surplus due to the removal of the refuse trailer tipper and ending of imported waste which is to occur on June 30, 2014.

On May 27, 2014, staff solicited Request for Bids for the purchase of a refuse transfer trailer. Two bids were received on June 6, 2014.

Below are the bid results:

Dealer	Trailer Cost	Sidewinder Tarp	Trade in Value of 1999 Wesco Trailer	Total Bid Cost
Travis Trailers	\$75,686.40	\$6,588.00	-\$3,000.00	\$79,274.40
Western Trailer	\$77,197.00	\$7,579.00	-\$9,200.00	\$75,576.00

ATTACHMENT(S)

1. Resolution
2. Exhibit A – Western Trailers Proposal

RESOLUTION NO. 2014 -

**A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY
AWARDING THE PURCHASE OF ONE WALKING FLOOR TRANSFER TRAILER
TO WESTERN TRAILERS FOR AN AMOUNT OF \$75,576**

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE AUTHORITY that the General Manager/CAO is hereby authorized and directed for, and on behalf of, the Salinas Valley Solid Waste Authority to purchase a Walking Floor Transfer Trailer for the Sun Street Transfer Station from the lowest responsible bidder, Western Trailers, as attached hereto and marked "Exhibit A," and to carry out all responsibilities necessary.

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste Authority at a regular meeting duly held on the 19th day of June 2014, by the following vote:

AYES: BOARD MEMBERS:

NOES: BOARD MEMBERS:

ABSENT: BOARD MEMBERS:

ABSTAIN: BOARD MEMBERS:

ATTEST:

Elizabeth Silva, President

Elia Zavala, Clerk of the Board

SVSWA PROPOSAL FORM

The undersigned offers and agrees to furnish all work, materials, equipment or incidentals which are subject to this Request for Bids at the prices stated, and in conformance with all plans, specifications, requirements, conditions and instructions of SVSWA's Request for Bids.

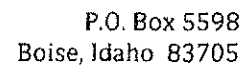
1. One (1) New 2014 or 2015 Refuse Walking Floor Trailer specification compliant ready for operation

Trailer Unit Price	\$ <u>71,601</u>
8.00% Sales Tax	\$ <u>5,595</u>
Total	\$ <u>77,197</u>

Optional Options:

Canvas Rollover Tarp	\$ <u>2,114 & 264 lbs</u>
Sidewinder Auto Tarp	\$ <u>7,579 & 781 lbs</u>
Trade In Value 1999 Wesco Possum Belly Trailer	\$ <u>9,200</u>

2. Brand and Model offered, delivered F.O.B. Sun Street Transfer Station at 139 Sun Street, Salinas, CA
93901: Western Refuse Live Floor 48' Quote ID #01620



Salinas Valley Solid Waste Authority
PO Box 2159
Salinas, CA 93902
6/5/2014

Pricing: Firm for 5 days from date of quote. Western Trailers reserves the right to change standard specifications without prior notice.

By: Salinas Valley Solid Waste Auth.

Date _____



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 7

Interim Finance Manager

T. Bruen by ez

Legal Counsel

General Manager/CAO

Date: June 19, 2014

From: Patrick Mathews, CAO/General Manager

Title: A Resolution Approving Amendments Nos. 4 Authorizing Four-Year Extensions to the Memorandums of Understanding with Management and Non-Management Employees for Fiscal Years 2014-2015 through 2017-2018, and Approving Amendment No. 5 to the Employment Agreement with R. Patrick Mathews for Services as General Manager

RECOMMENDATION

Staff recommends that the Board adopt the resolution.

STRATEGIC PLAN RELATIONSHIP

This action has no direct impact on our Strategic Plan goals or objectives, but does represent one of our key Authority values, fiscal prudence, through the cooperative partnership with staff to control net payroll costs and reduce Authority funded pension contributions.

FISCAL IMPACT

The net impact of the proposed MOUs is a 1% increase in staff costs in 2014-2015 at an estimated cost of \$33,400 for all employees (0.002% increase in the proposed \$14.9 million budget). The net impact in future years is a minimum increase in salary costs of 1% or a maximum net increase of 2%. This increase is included in the proposed budget for FY 2014-15.

DISCUSSION & ANALYSIS

The major provisions of the proposed agreements are applicable to all Authority management and non-management employees, excepting the General Manager.

- 1) The MOUs amendments pertain to salaries and benefits for a four-year period commencing July 1, 2014 through June 30, 2018.
- 2) Cost of Living Allowance (COLA) effective July 1, 2014; based on CPI-W for SF/Oakland/San Jose, December to December of prior year with 3% minimum and 4% maximum.
- 3) 2.0% PERS employee contribution commencing on July 1, 2014 and increasing by an additional 2% annually in years two and three, then 1% on July 1, 2017 and up to 1% on January 1, 2018, until reaching the contribution of 50% of normal cost or 8% maximum contribution, whichever is less.

- 4) Effective July 1, 2014 increase Education Assistance contribution to \$1,000/year and thereafter increase by \$250 per year up to \$2,000/year maximum in year 2017-2018 of contract.
- 5) Management and non-management staff will participate in consultant selection and preparation of a compensation study implementation plan for Board of Directors approval. The Compensation study is to be completed by end of year one, June 30, 2015 with application of study recommendations to start in fiscal year 2015-16 and be completed by end of fiscal year 2017-18, subject to an annual expense cap for management and non-management compensation adjustments of \$30,000 per year, collectively.
- 6) No changes will be made to any other benefits not specifically mentioned.

The General Manager/CAO previously elected to waive all future cost of Living adjustments in his contract and is only subject to annual merit-based increases set by the Board of Directors. Based on the Board of Directors evaluation of the General Manager/CAO at the March 2014 Board meeting, he qualifies to receive a 5% merit increase. The General Manager has agreed to contribute 4% of this increase towards the employee share of pension costs consistent with the State's Pension Reform Act. Net increase in salary costs to the Authority for the General Manager will also be 1% for fiscal year 2014-15, consistent with management and non-management compensation above.

BACKGROUND

During a series of meetings which commenced in January 2014 and continued through May 2014, the General Manager in his designated capacity as the Personnel Officer and in conference with the Board's Executive Committee, met independently with the management and non-management employee groups to discuss salaries and benefits for the current MOUs set to expire on June 30, 2014. Both management and non-management groups agreed to the attached amendments to the Memorandums of Understanding (MOUs) for the Board's consideration.

At the March, April, and May 2014 Executive Committee and Board meetings, the General Manager presented summaries of the negotiations with management and non-management employees for the MOUs. Both groups have agreed to similar terms and conditions for four-year labor MOUs.

ATTACHMENT(S)

1. Resolution
2. Exhibit A – MOU Amendment No. 4 with Management Employees
3. Exhibit B - MOU Amendment No. 4 with Non-Management Employees
4. Exhibit C – Employment Agreement Amendment No. 5 with General Manager

RESOLUTION NO. 2014-

A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY APPROVING AMENDMENTS NOS. 4 AUTHORIZING FOUR-YEAR EXTENSIONS TO THE MEMORANDUMS OF UNDERSTANDING WITH MANAGEMENT AND NON-MANAGEMENT EMPLOYEES FOR FISCAL YEARS 2014-2015 THROUGH 2017-2018, AND APPROVING AMENDMENT NO. 5 TO THE EMPLOYMENT AGREEMENT WITH R. PATRICK MATHEWS FOR SERVICES AS GENERAL MANAGER

WHEREAS, on October 18, 2007, the Board of Directors adopted Resolution No. 2007 -51 authorizing a Memorandum of Understanding with Non - Management Employees and Amendments Nos. 1, 2, and 3 thereafter; and,

WHEREAS, on October 18, 2007, the Board of Director adopted Resolution No. Resolution No. 2007 - 52 Authorizing a Memorandum of Understanding with Management Employees and Amendments Nos. 1, 2, and 3 thereafter; and,

WHEREAS, on April 17, 2008, the Board of Directors adopted Resolution No. 2008 -17 approving an Employment Agreement with the General Manager /CAO and Amendments Nos. 1, 2, 3, and 4 thereafter; and,

NOW THEREFORE, BE IT RESOLVED that the Board of Directors does hereby approve Amendment No. 4 to the Management Employees Memorandum of Understanding, as attached hereto and marked "Exhibit A"; and,

BE IT FURTHER RESOLVED that that the Board of Directors does hereby approve Amendment No. 4 to the Non-Management Employees Memorandum of Understanding, as attached hereto and marked "Exhibit B"; and,

BE IT FURTHER RESOLVED that that the Board of Directors does hereby approve Amendment No. 5 to the General Manager's Employment Agreement, as attached hereto and marked "Exhibit C"; and

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste Authority this 19th day of June, 2014 by the following vote:

AYES: BOARD MEMBERS:

NOES: BOARD MEMBERS:

ABSENT: BOARD MEMBERS:

ABSTAIN: BOARD MEMBERS:

Elizabeth Silva, President

ATTEST: _____
Elia Zavala, Clerk of the Board

EXHIBIT A

AMENDMENT NO. 4 Salinas Valley Solid Waste Authority MEMORANDUM OF UNDERSTANDING MANAGEMENT EMPLOYEES

This Amendment to the Memorandum of Understanding (MOU), made and entered into effective this 19th day of June, 2014, memorializes the understandings resulting from the consultation in good faith between the Salinas Valley Solid Waste Authority and the Management Employees.

The Authority and Management Employees entered into an MOU on October 18, 2007, and has been extended through Amendment No. 1, entered into on May 20, 2010; Amendment No. 2, entered into on April 21, 2011; Amendment No. 3, entered into on March 15, 2012.

All the terms of the current MOU will continue in force with the exception of the following changes:

Section 1. SALARIES

A. Cost of Living Allowance

Effective July 1, 2014 and each July 1st through the term of this amendment, management employees will receive a cost of living increase adjustment of 3% minimum/4% maximum; based upon Consumer Price Index for San Francisco/Oakland/San Jose, Urban Wage Earners and Clerical Workers, December to December of prior year.

B. Compensation and Benefits Study

During Fiscal Year 2014-2015, a Total Compensation and Benefits Study shall be conducted for all management classifications to determine how competitive the Authority is within its labor market by collecting and analyzing total compensation inclusive of monthly base salary and benefits data. Management and non-management staff will participate in consultant selection and preparation of the compensation study implementation plan for Board of Directors approval. Application of study recommendations to start in fiscal year 2015-16 and be completed by end of fiscal year 2017-18, subject to an annual gross expense cap for management and non-management compensation adjustments of \$30,000 collectively.

Section 2. BENEFITS

F. California Public Employee Retirement System

Management employees shall pay the Employee's 7% contribution up to 50% of normal costs as calculated by PERS or 8% maximum to the Public Employees Retirement System (PERS), based on the following schedule:

<u>Authority pays:</u>	<u>Employee Pays:</u>	<u>Total</u>
5% at July 1, 2014	2% at July 1, 2014	7%
3% at July 1, 2015	4% at July 1, 2015	7%
1% at July 1, 2016	6% at July 1, 2016	7%
0% at July 1, 2017	7% at July 1, 2017	7%
0% at January 1, 2018	8% at July 1, 2017	8% maximum
or 50% of normal costs as calculated by PERS, whichever is less.		

This section only applies to PERS defined "Classic Members". All new members are subject to the Public Employees' Pension Reform Act of 2013, according to which they are required to contribute 50% of normal costs which is currently 6.25%.

H. Education Assistance

Effective July 1, 2014 increase Education Assistance contribution to \$1,000 and annually thereafter increase by \$250 per year up to \$2,000/year maximum in year 2018 of contract, based on the following schedule:

\$1,000 on July 1, 2014	\$1,750 on July 1, 2017
\$1,250 on July 1, 2015	\$2,000 on July 1, 2018
\$1,500 on July 1, 2016	

Section 6. TERM OF AGREEMENT

This Memorandum shall be effective July 1, 2014 and remain in effect until June 30, 2018.

All other terms and conditions shall remain.

On Behalf of the Salinas Valley Solid Waste Authority

By: _____ Date: _____
R. Patrick Mathews, General Manager/CAO

**Salinas Valley Solid Waste Authority
Management Employees:**

_____ Cesar Zuniga	_____ Date	_____ Susan Warner	_____ Date
_____ C. Ray Hendricks	_____ Date	_____ David Meza	_____ Date
_____ Rose Gill	_____ Date		

EXHIBIT B

AMENDMENT NO. 4 Salinas Valley Solid Waste Authority MEMORANDUM OF UNDERSTANDING NON-MANAGEMENT EMPLOYEES

This Amendment to the Memorandum of Understanding (MOU), made and entered into effective this 19th day of June, 2014, memorializes the understandings resulting from the consultation in good faith between the Salinas Valley Solid Waste Authority and the Non-Management Employees.

The Authority and Non-Management Employees entered into an MOU on October 18, 2007, and has been extended through Amendment No. 1, entered into on May 20, 2010; Amendment No. 2, entered into on April 21, 2011; Amendment No. 3, entered into on March 15, 2012.

All the terms of the current MOU will continue in force with the exception of the following changes:

Section 1. SALARIES

A. Cost of Living Allowance

Effective July 1, 2014 and each July 1st through the term of this amendment, non-management employees will receive a cost of living increase adjustment of 3% minimum/4% maximum; based upon Consumer Price Index for San Francisco/Oakland/San Jose, Urban Wage Earners and Clerical Workers, December to December of prior year.

B. Compensation and Benefits Study

During Fiscal Year 2014-2015, a Total Compensation and Benefits Study shall be conducted for all management and non-management classifications to determine how competitive the Authority is within its labor market by collecting and analyzing total compensation inclusive of monthly base salary and benefits data. Management and non-management staff will participate in consultant selection and preparation of the compensation study implementation plan for Board of Directors approval. Application of study recommendations to start in fiscal year 2015-16 and be completed by end of fiscal year 2017-18, subject to an annual gross expense cap for management and non-management compensation adjustments of \$30,000 per year, collectively.

Section 2. BENEFITS

F. California Public Employee Retirement System

Non-Management employees shall pay the Employee's 7% contribution up to 50% of normal costs as calculated by PERS or 8% maximum to the Public Employees Retirement System (PERS), based on the following schedule:

<u>Authority pays:</u>	<u>Employee Pays:</u>	<u>Total</u>
5% at July 1, 2014	2% at July 1, 2014	7%
3% at July 1, 2015	4% at July 1, 2015	7%
1% at July 1, 2016	6% at July 1, 2016	7%
0% at July 1, 2017	7% at July 1, 2017	7%
0% at January 1, 2018	8% at July 1, 2017	8% maximum
or 50% of normal costs as calculated by PERS, whichever is less.		

This section only applies to PERS defined "Classic Members". All new members are subject to the Public Employees' Pension Reform Act of 2013, according to which they are required to contribute 50% of normal costs which is currently 6.25%.

H. Education Assistance

Effective July 1, 2014 increase Education Assistance contribution to \$1,000 and annually thereafter increase by \$250 per year up to \$2,000/year maximum in year 2018 of contract, based on the following schedule:

\$1,000 on July 1, 2014	\$1,750 on July 1, 2017
\$1,250 on July 1, 2015	\$2,000 on July 1, 2018
\$1,500 on July 1, 2016	

Section 6. TERM OF AGREEMENT

This Memorandum shall be effective July 1, 2014 and remain in effect until June 30, 2018.

All other terms and conditions shall remain.

On Behalf of the Salinas Valley Solid Waste Authority

By: _____ Date: _____
R. Patrick Mathews, General Manager/CAO

**Salinas Valley Solid Waste Authority
Non-Management Employees Representatives:**

_____ Mike Silva	_____ Date	_____ John Naegle	_____ Date
_____ Jason Guillen	_____ Date	_____ Mandy Brooks	_____ Date

EXHIBIT C

AMENDMENT NO. 5 TO THE EMPLOYEMENT AGREEMENT BETWEEN THE SALINAS VALLEY SOLID WASTE AUTHORITY AND R. PATRICK MATHEWS FOR SERVICES AS GENERAL MANAGER AND CHIEF ADMINISTRATIVE OFFICER

This amendment, is made and entered into this 19th day of June 2014, by and between the Salinas Valley Solid Waste Authority, a joint powers authority organized under the laws of the State of California (hereinafter "Authority"), and R. Patrick Mathews ("Employee").

The Authority and Employee entered into an Agreement on April 17, 2008. All terms of the aforementioned agreement will continue in force, including those in Amendment No. 1, entered into on May 1, 2009, and Amendment No. 2, entered into on April 16, 2009, and Amendment No. 3, entered into on April 21, 2011, and Amendment No. 4, entered into August 16, 2012 with the exception of the following change:

Section 3. Compensation and Benefits

The following language is amended in this section:

Effective on the January 1, 2014 anniversary of this Agreement, Employee shall receive a 5% merit increase in his current Base Salary.

Effective July 1, 2014 Employee shall contribute 4% toward the Employee's 7% Public Employees Retirement System member contribution.

IN WITNESS WHEREOF, the parties hereto have duly executed and delivered this Amendment as of the day and year first below written.

EMPLOYEE

R. Patrick Mathews

Date:

SALINAS VALLEY SOLID WASTE AUTHORITY

Elizabeth Silva, President

Date:

Attest

Elia Zavala, Clerk of the Board



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

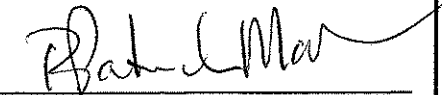
Report to the Board of Directors

ITEM NO. 8


Interim Finance Manager

N/A

Legal Counsel


General Manager/CAO

Date: June 19, 2014

From: Dave Meza, Authority Engineer

Title: Report of Contract Award to ABC Liovin Drilling for the Johnson Canyon Landfill Gas Vadose Zone Well Project in the Amount of \$15,400

RECOMMENDATION

This is an informational item. Per Authority Code Section 3.02.010 (a), public works projects under \$50,000 may be entered into by the Chief Administrative Officer and the results of the bidding shall be reported to the Authority Board.

STRATEGIC PLAN RELATIONSHIP

The install of the landfill gas wells support Goal 4: Enhance and Improve Public Facilities and Services. The new landfill gas wells will improve landfill gas control at the facility.

FISCAL IMPACT

Funding for this item is included in the FY 2013-2014 budget under CIP Project 9501 Johnson Canyon Landfill Gas Improvements Project.

DISCUSSION & ANALYSIS

The construction bids for the Johnson Canyon Landfill Gas Vadose Zone Well Project were opened with the results noted below. The low bid amount is in line with the Engineer's Estimate of \$17,500. Construction is expected to be complete by June 10, 2014.

- | | |
|----------------------------------|-------------|
| • ABC Liovin Drilling | \$15,400.00 |
| • Gregg Drilling & Testing, Inc. | \$20,946.00 |
| • SCS Field Services | \$18,476.00 |

BACKGROUND

The Johnson Canyon Landfill is supported with a landfill gas monitoring system. This system monitors methane concentrations along the property boundary of the landfill. Recent methane readings exceeded the allowable levels and this triggered corrective action measures. Staff has been working with the regulatory agencies resulting in a work plan to install additional landfill gas extraction wells. The bid advisement period for this project started on May 6, 2014, with bids due on May 15, 2014.

ATTACHMENTS

1. None




SalinasValleyRecycles.org


SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 9


Interim Finance Manager


General Manager/CAO


Board President

Date: June 19, 2014
From: R. Patrick Mathews, General Manager/CAO
Title: A Resolution Appointing Clinton Ray Hendricks as Treasurer/Controller

RECOMMENDATION

The Executive Committee recommends adoption of the resolution.

STRATEGIC PLAN RELATIONSHIP

This is an operational item and does not relate to the Board's strategic plan.

FISCAL IMPACT

None

DISCUSSION & ANALYSIS

The positions of Treasurer and Controller are Board appointed positions. Roberto Moreno held these positions through May 30, 2014. Since Mr. Moreno no longer serves as an employee of the Authority, the Board needs to appoint a new Treasurer/Controller so that day-to-day operations do not suffer.

Clinton Ray Hendricks has been appointed as the Interim Finance Manager until the position is filled and staff recommends appointing him to serve as Treasurer and Controller during this period.

BACKGROUND

Section 2.07.010(a) of the Authority Code states that, "The Authority Board shall appoint a Treasurer to serve at its pleasure" Additionally, Section 2.07.020(a) of the Authority Code states that, "The Authority Board shall appoint a Controller of the Authority to serve at its pleasure." The Board appointed Roberto Moreno to serve as treasure/controller effective September 1, 2006, and has held these positions ever since. Effective May 30, 2014, Roberto Moreno has vacated his position as Finance Manager/Treasurer/Controller, and Ray Hendricks has been appointed the Interim Finance Manager effective June 2, 2014.

ATTACHMENT

1. Resolution

RESOLUTION NO. 2014 -

A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY APPOINTING CLINTON RAY HENDRICKS AS THE TREASURER/CONTROLLER

WHEREAS, pursuant to Section 2.07.010(a) of the Authority Code, the Authority Board shall appoint a Treasurer to serve at its pleasure; and

WHEREAS, pursuant to Section 2.07.020(a) of the Authority Code, the Authority Board shall appoint a Controller of the Authority to serve at its pleasure; and

WHEREAS, the Board appointed Roberto Moreno to serve as Treasurer/Controller effective September 1, 2006; and

WHEREAS, on May 30, 2014, Roberto Moreno has vacated his position as Finance Manager/Treasurer/Controller; and

WHEREAS, on June 2, 2014, Clinton Ray Hendricks has been appointed as the Interim Finance Manager.

NOW THEREFORE, BE IT RESOLVED, BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE AUTHORITY, that effective June 2, 2014, Clinton Ray Hendricks is hereby appointed as the Treasurer/Controller.

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste Authority at its regular meeting duly held on the 19th day of June 2014, by the following vote:

AYES: BOARD MEMBERS:

NOES: BOARD MEMBERS:

ABSENT: BOARD MEMBERS:

ABSTAIN: BOARD MEMBERS:

Elizabeth Silva, President

ATTEST:

Elia Zavala, Clerk of the Board



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 10

Interim Finance Manager

T. Bruen by ez

Legal Counsel

General Manager/CAO

Date: June 19, 2014

From: Patrick Mathews, General Manager/CAO

Title: A Resolution Approving Amendment No. 1 to the Autoclave Technologies Agreement with Global OrganicS Energy, LLC (GOE)

RECOMMENDATION

Staff recommends that the Board adopt the resolution. The amendment extends the original exclusivity term from three (3) years to five (5) years to accommodate the remaining project development timeline.

STRATEGIC PLAN RELATIONSHIP

The recommended action will assist the Authority in supporting the Strategic Plan Goals to Achieve 75% Diversion by 2015 and to Complete Development of the Salinas Area Transfer Station and Materials Recovery Center.

FISCAL IMPACT

This action has no fiscal impact, but does provide for continuation of a Public/Private business development opportunity that could have significant economic and sustainability benefits for the Authority and its jurisdictional members.

DISCUSSION & ANALYSIS

On March 15, 2012, the Board approved an "Autoclave Technology Process" agreement providing the Authority with exclusive rights to negotiate use of the technology and for development of a public/private partnership. This technology is intended to advance the Authority goal of increasing diversion rates to 75% or above. Subsequent to this agreement on May 17, 2012, the Board also approved a non-binding term sheet with GOE, spelling out the proposed terms and conditions for development of a public/private partnership with GOE (copy attached).

Attached you will find a letter from GOE dated June 11, 2014, agreeing to extend the terms of the agreements by two years to allow for additional time to accomplish environmental review, permitting, financing of a location to serve as the hub for all future Authority waste diversion and reduction activities, potentially including the GOE autoclave process technology.

BACKGROUND

The Authority has been seeking a permanent location in the greater Salinas area for well over 12 years. Initial efforts from 2001-2004 to secure the Madison Lane Transfer Station were unsuccessful. After years of analysis and discussion the Authority agreed to locate at the current location on Sun Street and began environmental review and engineering for

permanent transfer and waste recovery facilities on this property. In 2007-2008, the City of Salinas entered into a re-development process for the "Alisal Market Place" which includes the Authority's Sun Street properties. In October 2008, the Authority agreed to again relocate its operations to accommodate Salinas's redevelopment plans. City property located in an industrial area on Work Street was considered for relocation of Authority operations. However, Salinas subsequently requested in 2013 that the Authority re-evaluate relocation options. The initial results of that study, conducted by our "Citizens Advisory Group" will be presented at this Board meeting.

The Authority has been host to a pilot autoclave process unit since 2007. The USDA, CR3 (GOE predecessor) and the Authority undertook many years of trials and testing to evaluate the autoclave and the various uses for the end products produced from this technology. Staff and our partners have all concluded that this specific technology lends itself well to recovery of paper pulp and organics (foodwaste) contained in the municipal waste stream currently going to our landfill. These two materials make up 60-70% of all waste presently landfilled. Through years of Board support and the commitment of our private partners and the USDA we have come to preliminary agreement on how this technology can be used to our community's benefit and integrated into the Authority waste management system.

With the advent of this partnership, the concept of a fully integrated system including potential space for the GOE autoclave process, has been included in the environmental review parameters for our permanent facility design and siting.

ATTACHMENTS

1. Resolution
2. March 15, 2012 staff report, GOE Autoclave Process Technology Agreement
3. May 17, 2012 staff report, GOE Public/Private Partnership Non-binding Term Sheet
4. GOE Letter supporting extension of Autoclave Technology Agreement, June 11, 2014

RESOLUTION NO. 2014 -

A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY APPROVING AMENDMENT NO.1 THE TO AUTOCLAVE PROCESS TECHNOLOGY AGREEMENT WITH GLOBAL ORGANICS ENERGY, LLC

WHEREAS, the Salinas Valley Solid Waste Authority (SVSWA) entered into a three-year Agreement with Global Organics Energy LLC (GOE) March 15, 2012, for exclusive use of GOE's Autoclave Process Technology (APT); and,

WHEREAS, the SVSWA agreed to non-binding terms for development of a public/private partnership with GOE on May 17, 2012; and,

WHEREAS, siting of a facility to support SVSWA long range facility development goals and objectives, potentially including GOEs technology, is coming to conclusion; and,

WHEREAS, additional time is necessary to complete project development, environmental review and permitting; and,

BE IT FURTHER RESOLVED, BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE AUTHORITY, that the General Manager/CAO is hereby authorized and directed for, and on behalf of, the Salinas Valley Solid Waste Authority to execute Amendment No. 1 to the GOE Autoclave Process Technology agreement by extending the original exclusivity term from three (3) years to five (5) years to accommodate the remaining project development timeline, as attached hereto and marked "Exhibit A."

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste Authority at its regular meeting duly held on the 19th day of June 2014, by the following vote:

AYES: BOARD MEMBERS:

NOES: BOARD MEMBERS:

ABSENT: BOARD MEMBERS:

ABSTAIN: BOARD MEMBERS:

Elizabeth, President

ATTEST:

Elia Zavala, Clerk of the Board



EXHIBIT A

AMENDMENT NO. 1

WHEREAS, the Salinas Valley Solid Waste Authority (SVSWA) entered into a three-year Agreement with Global OrganicS Energy LLC (GOE) March 15, 2012, for exclusive use of GOE's Autoclave Process Technology (APT); and,

WHEREAS, the SVSWA agreed to non-binding terms for development of a public/private partnership with GOE on May 17, 2012; and,

WHEREAS, siting of a facility to support SVSWA long range facility development goals and objectives, potentially including GOEs technology, is coming to conclusion; and

WHEREAS, the additional time is necessary to complete project development, environmental review and permitting;

NOW THEREFORE, in consideration of the mutual agreements contained herein and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged as follows:

SVSWA and GOE entered into an Agreement on March 15, 2012. All terms of the aforementioned agreement will continue in force with the exception of the following changes:

Section 2. EXCLUSIVITY

c) The Period of Exclusivity shall be defined as the time commencing on the date of the execution of this Agreement and last for a period of ~~three (3)~~ **five (5)** years unless earlier terminated by the mutual written consent of the parties hereto."

BE IT FUTHER RESOLVED that this Amendment No. 1 is made and entered into this 19th day of June 2014 (hereinafter "**Amendment**"), by and between Salinas Valley Solid Waste Authority, a joint powers authority organized under the laws of the State of California with offices located at 128 Sun Street, #101, Salinas, California 93901 (hereinafter "**Authority**"), Global OrganicS Energy, LLC (hereinafter "**GOE**") of Edina, Minnesota.

**SALINAS VALLEY SOLID WASTE
AUTHORITY**

GLOBAL ORGANICS ENERGY, LLC

By: _____
Patrick Mathews
General Manager/CAO


By: _____
Alexander S. Bascom, Jr.
Chairman of the Board, CO-CEO



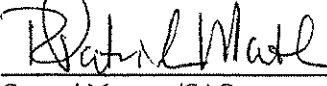
SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 7


 Finance Manager/Controller-Treasurer

 S. Gordon by ez
 Legal Counsel


 General Manager/CAO

 N/A
 Board President

Date: March 15, 2012

From: Patrick Mathews, General Manager/CAO

Title: A Resolution Approving an Autoclave Process Technology Agreement with Global Organics Energy, LLC

RECOMMENDATION

The Executive Committee recommends that the Board adopt the attached resolution approving Global Organics Energy (GOE) agreement to develop their proprietary Autoclave Process Technology in conjunction with the future Salinas Area Materials Recovery Center.

STRATEGIC PLAN RELATIONSHIP

The recommended action would be a key component of Goal No. 3 – Achieve 75% Diversion by 2015, and specifically objective 3.2 – “Conclude autoclave testing by the USDA, GOE and complete development of a partnership agreement”. Approval of this agreement will assist in further development of the Salinas Area Materials Recovery Center project and provide direction on how GOE’s Autoclave Process Technology can be integrated into the Authority-wide 75% diversion goal and support AB 341-the State diversion goal of 75% by 2020.

FISCAL IMPACT

There are no direct costs associated with this action, only commitment of staff time to evaluate and develop the private sector partnership opportunity with GOE. Development and environmental review of the Authority’s future Salinas Area Materials Recovery Center/Transfer Station will include evaluation of the Autoclave Process Technology and how it may be integrated into the future operation. GOE has requested, through the attached agreement, that the Authority Board allocate \$100,000 within its budget to support the future project development. This funding would come from the Recology South Valley Revenues Reserve. This funding would only be released to support project development if a successful project can be finalized between both parties including, but not limited to: a financing and ownership structure acceptable to the Authority, securing a project location, completion of California Environmental Quality Act (CEQA) review and permitting, and securing markets for sale of paper pulp products.

Recital K. “The Authority’s agreement as provided herein to exercise due diligence and negotiate the terms by which it may utilize the Autoclave Process Technology at some point in the future, is not a “project” within the meaning of CEQA; the Parties understand and agree that except as provided herein, this Agreement does not commit the Authority to any specific course of action or commitment of resources with respect to obtaining rights for possible use in the future.”

Section 3.b. “..the Authority shall make a line item allocation in the Authority’s annual budget for fiscal year 2012-13 in the amount of one hundred thousand dollars (\$100,000.00) to facilitate and be applied toward the costs of a Final Project. This Authority line item

budget allocation shall be earmarked and set aside by Board Resolution solely for the purposes set forth herein, and subject to applicable laws, may not be appropriated or otherwise expended by the Authority during the 2012-13 fiscal year.”

DISCUSSION & ANALYSIS

Paper based products and food waste make up well over half of the residential and “wet” commercial/agricultural post-recycled waste streams. Conservative data from the USDA and GOE research has shown waste reduction rates for the autoclave system can be 60% or more. This technology is designed to deal with specific types of wet wastes that are high in paper fiber content such as post-recycled residential wastes and some types of commercial and agricultural waste. It also has the added benefit of recovering much of the food waste through the pulp washing process, which in turn can be used for energy production. Mixed waste paper collected through recycling programs could also be processed in this system to manufacture paper grade pulp and bypass the many handling and shipping steps currently used to move recycled paper from homes and businesses to markets in the U.S and abroad, often located in Asia. The greenhouse gas reduction potential for this process appears to be substantial and will be evaluated in greater detail as project development progresses.

GOE in partnership with the original designer (CR3) have now developed a fully integrated system to take the autoclave output and convert it into a clean, recyclable paper pulp as their preferred approach. Their system includes an array of autoclaves to handle up to 500 tons per day of feed stock, with expansion potential to grow to over 1,000 tons per day. The system also includes a pulp washing system to remove grit, food, and other organics recovered with the raw pulp. The cleaning process creates a market ready pulp feedstock for brown paper production. The dirty pulp wash water (aka, brown liquor) is then converted to methane using an anaerobic digestion system. The resulting methane is used onsite to generate electricity to run the plant and the reclaimed wash water is recirculated back into the washing system with little or no discharge to the sewer system.

Recycling of a recovered commodity from our waste stream meets our goals of finding higher value in the materials divert from the landfill. This project has the potential to achieve the Authority’s 75% diversion goal and the State’s 75% diversion target by 2020.

BACKGROUND

The Authority has been actively involved in research and development of this technology with the U.S. Department of Agriculture and CR3 (the process creator) since 2006. The Autoclave Process Technology itself has been well tested and researched over this period with a number of patents arising out of the research performed at the Authority’s Crazy Horse Landfill. The autoclave itself is a relatively simple process, and the recovered paper pulp can be utilized in many different ways:

1. Production of clean, reusable paper pulp for manufacturing brown paper used in cardboard, paper bags and packaging, or
2. Feedstock for anaerobic digestion to produce methane for transportation fuels or electricity production, or
3. Feedstock for refinement into ethanol for transportation fuels, or
4. Co-composted with green waste for soil amendments.

The variable uses for this simple recovery process makes this technology a very attractive, cost effective and flexible waste recovery system for the Authority to consider further as one of the cornerstone projects necessary to meet our 75% diversion goal and the State diversion target as mentioned above

ATTACHMENT(S)

1. Resolution
2. Exhibit A – Agreement

RESOLUTION NO. 2012 - 07

**A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY
APPROVING AN AUTOCLAVE PROCESS TECHNOLOGY AGREEMENT WITH
GLOBAL ORGANICS ENERGY, LLC FOR DEVELOPMENT OF A PUBLIC/PRIVATE
WASTE RECOVERY PARTNERSHIP**

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE AUTHORITY, that the General Manager/CAO is hereby authorized and directed for, and on behalf of, the Salinas Valley Solid Waste Authority to execute an Autoclave Process Technology Agreement with Global Organics Energy, LLC for development of a public/private waste recovery partnership as attached hereto and marked "Exhibit A."

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE AUTHORITY, that the General Manager/CAO is hereby authorized and directed for, and on behalf of, the Salinas Valley Solid Waste Authority to make a line item allocation in the Authority's annual budget for fiscal year 2012-13 in the amount of one hundred thousand dollars (\$100,000.00) from the (Recology) South Valley Revenue Reserves to facilitate project development and be applied toward the costs of a Final Project. This funding may not be appropriated or otherwise expended by the Authority during the 2012-13 fiscal year or until successful completion and approval of a Final "Project" by the Board of Directors.

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste Authority at its regular meeting duly held on the 15th day of March 2012, by the following vote:

AYES: BOARD MEMBERS: ARMENTA, CULLEN, DE LA ROSA, DONOHUE,
LUTES, PEREZ, SILVA, TENEYUQUE

NOES: BOARD MEMBERS: NONE

ABSENT: BOARD MEMBERS: CALCAGNO

ABSTAIN: BOARD MEMBERS: NONE


Fernando Armenta, President

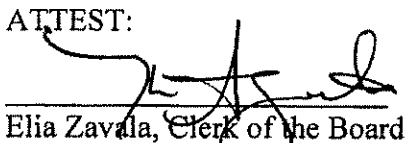
ATTEST:

Elia Zavala, Clerk of the Board

EXHIBIT A

AUTOCLAVE PROCESS TECHNOLOGY AGREEMENT

This Autoclave Process Technology Agreement (this "Agreement") is executed by and between the Salinas Valley Solid Waste Authority, a California Joint Powers Agency (the "Authority") and Global OrganicS Energy, LLC, a Delaware limited liability company ("GOE") as of March 15, 2012.

WHEREAS:

A. The Authority is a Joint Powers Agency, whose members include the Cities of Salinas, Gonzales, Greenfield, King and Soledad and the County of Monterey; and

B. The Authority is responsible for the environmentally sound and cost effective management of Municipal Solid Waste ("MSW") within its borders. The Authority has adopted strategic goals of achieving at least 75% Diversion of MSW from landfill by 2015 and 50 years of sustainable MSW management and disposal capacity; and

C. An agreement was executed on July 20, 2006 by and between the Authority and Comprehensive Resource, Recovery and Recycling, Inc. ("CR3") for the purpose of relocation, testing and research of a proprietary steam autoclave process to convert MSW into marketable materials and/or to divert MSW from landfill disposal consistent with Authority's strategic goals and policies; and

D. The July 20, 2006 agreement was amended to extend the term of the agreement between the Authority and CR3 on July 19, 2007; and

E. GOE is the successor-in-interest to CR3, the predecessor company which developed and patented processes to convert MSW using an autoclave into marketable materials and/or to divert them from landfill disposal; and

F. GOE represents and warrants to the Authority that it has exclusively licensed in the United States (among other areas) from CR3 all right title and interest in the patented autoclave processes to convert MSW into marketable materials and divert them from disposal in a landfill, and that GOE licenses such intellectual property and rights free of any liens, encumbrances or legal challenges which would affect or limit in any way GOE's legal ability to continue to develop the technology with the Authority; and

G. The Parties desire by this agreement to continue a contractual relationship established with GOE's predecessor CR3 and realize the benefits of the July 20, 2006 agreement as amended in 2007 to continue development of the technology and to facilitate the Authority and GOE potentially utilizing the autoclave conversion process technology previously studied on a pilot basis pursuant to the 2006 agreement. In connection therewith, the Authority has contributed the use of facilities, utilities, labor,

equipment, transportation of feedstock, and storage of accumulated materials pursuant to the Pilot Project, which contributed to the development of the autoclave technology; and

H. The Authority has considered utilizing the technology and to that end has participated in a demonstration application of the conversion technology pursuant to the 2006 agreement with CR3 to determine if the technology is suitable for the purposes of processing MSW, and the Authority now desires to further pursue entering into an arrangement with GOE to jointly permit, construct and operate one or more projects based on incorporating the proprietary technology owned and controlled by GOE; and

I. The final terms and conditions of any such arrangement between the Authority and GOE cannot be definitively determined at this time without further investigation and due diligence by the Parties and therefore the Parties hereto shall enter into a period of exclusivity further defined below such that GOE agrees that it shall not license the Autoclave Process Technology (as defined below) to any other person or entity in Monterey County, California and the Authority agrees for its part that it shall not enter into any arrangement with another person or entity that shall provide similar autoclaving technology; and

J. The Authority's ultimate determination on whether to use the Autoclave Process Technology, if any there be, is subject to applicable environmental laws and regulations, including without limitation compliance with the provisions of the California Environmental Quality Act (CEQA) to evaluate the potential environmental effects of any s project utilizing the Autoclave Process Technology; and

K. The Authority's agreement as provided herein to exercise due diligence and negotiate the terms by which it may utilize the Autoclave Process Technology at some point in the future, is not a "project" within the meaning of CEQA; the Parties understand and agree that except as provided herein, this Agreement does not commit the Authority to any specific course of action or commitment of resources with respect to obtaining rights for possible use in the future; and

L. Both Parties acknowledge they will work in good faith with a goal to create a mutually acceptable final agreement and such final agreement shall include a license of the Autoclave Process Technology to an entity owned by both parties hereto, subject to applicable laws including compliance with CEQA,

NOW, THEREFORE, in consideration of the foregoing and the mutual promises and covenants set forth below, the adequacy of which is deemed sufficient, the Parties mutually agree as follows:

1. AUTOCLAVE PROCESS TECHNOLOGY

The Autoclave Process Technology covered by this Agreement, shall include the following:

a) The patents licensed by GOE from CR3, which patents are more fully set forth on Exhibit A, attached hereto.

b) Any future patents obtained by GOE directly related to the patents set forth on Exhibit A.

c) The related know-how, technology and trade secrets owned by or licensed to GOE related to the patents set forth in a) and b), above. All of technology referenced in these subsections a), b) and c) shall be referred to collectively as the "Autoclave Process Technology."

d) The foregoing notwithstanding, "Autoclave Process Technology" shall not mean any technology or information which is in the public domain on the effective date of this Agreement, later becomes part of the public domain, or is not subject to applicable federal or state trade secrets law, the California Public Records Act, or federal patent law.

2. EXCLUSIVITY

a) GOE agrees that during the Period of Exclusivity (as defined in c) below), GOE shall not license the Autoclave Process Technology to any other person or entity for use in the County of Monterey, California.

b) The Authority agrees that during the Period of Exclusivity it shall not license or otherwise obtain the right to use technology similar to the Autoclave Process Technology except from GOE.

c) The Period of Exclusivity shall be defined as the time commencing on the date of the execution of this Agreement and last for a period of three (3) years unless earlier terminated by the mutual written consent of the parties hereto.

3. RESPONSIBILITIES OF THE PARTIES

a) Within four (4) months after the execution of this Agreement, GOE and the Authority shall work together to create a term sheet setting forth the various tasks expected to be performed by each Party and an estimated timeframe therefore in connection with a final project to be created in connection with the Autoclave Process Technology in Monterey County (the "Final Project"). This term sheet shall not be legally binding upon either Party hereto and may be changed and modified as either Party sees fit.

b) In consideration of the promises and covenants of the Parties as set forth in this Agreement, the Authority shall make an line item allocation in the Authority's annual budget for fiscal year 2012-13 in the amount of one hundred

thousand dollars (\$100,000.00) to facilitate and be applied toward the costs of a Final Project. This Authority line item budget allocation shall be earmarked and set aside solely for the purposes set forth herein, and subject to applicable laws, may not be appropriated or otherwise expended by the Authority during the 2012-13 fiscal year.

c) During the Period of Exclusivity, the Parties hereto agree to enter into good faith negotiations to enter into a final agreement for the Final Project (the "Final Agreement"). The Final Agreement shall be subject to applicable laws including CEQA and shall include a license of the Autoclave Process Technology to an entity owned by both Parties hereto, unless the Parties hereto agree otherwise in writing. However, nothing in this Agreement shall obligate the Parties to enter into the Final Agreement.

d) Each party is responsible for all costs and expenses incurred by it in complying with the terms and conditions of this Agreement. The Confidentiality and Non-Disclosure provisions of Section 5, the Ownership of Further Technology provisions of Section 6, and the Indemnification provisions of Section 7 shall all survive the termination of the Period of Exclusivity and the termination of this Agreement.

4. ASSIGNABILITY

This Agreement may not be assigned by either Party without the express prior written consent of the other Party, which shall not be unreasonably withheld.

5. CONFIDENTIALITY AND NON-DISCLOSURE

GOE proposes to disclose certain of its confidential and proprietary information (the "Confidential Information") to the Authority. The Authority agrees to disclose the Confidential Information (as further defined below) only to those of its employees, agents, Affiliates and representatives who require access to such Confidential Information in order to perform under this Agreement. An Affiliate of the Authority as used in this paragraph means any person or entity controlling, controlled by or under common control with the Authority. Confidential Information shall include all data, materials, products, technology, computer programs, specifications, manuals, business plans, software, marketing plans, financial information, and other information disclosed or submitted, orally, in writing, or by any other media, to the Authority or its employees, agents, Affiliates and representatives, by GOE. "Confidential Information" shall not mean or include any information not expressly protected by applicable federal or state trade secrets laws, or which is available through publicly available means and sources such as Google internet searches, or which becomes publicly

available by any lawful means during the term of this Agreement. The provisions of this Section 5 shall survive the termination of this Agreement.

6. OWNERSHIP OF FURTHER TECHNOLOGY

All Inventions, as defined below, made, conceived, or completed by GOE or its employees, agents, Affiliates and representatives, individually or in conjunction with others, including Authority employees in the performance of this Agreement, shall be the property of GOE. "Inventions" shall be defined as discoveries, concepts, and ideas, whether patentable or not, including, but not limited to, processes, methods, formulas, compositions, techniques, articles, and machines, as well as improvements thereof or know-how related thereto or relating to GOE's business, including, actual or anticipated research and development of GOE and specifically including, without limitation, the Autoclave Process Technology. "Inventions" shall not mean or include technology or information that is publicly available and accessible through lawful means such as internet Google searches and the like as of the effective date of this Agreement, or that would not be protected under applicable federal or state trade secrets laws or federal patent law. The Authority shall ensure that any contracts or other arrangements it makes with vendors, agents, employees and similar persons or entities protect GOE's Inventions as defined in this Section 6. The provisions of this Section 6 shall survive the termination of this Agreement.

7. INDEMNIFICATION.

a) GOE shall indemnify and save harmless the Authority, its officers, directors, employees, partners, agents, insurers and representatives from and against any and all claims of any kind, liabilities and losses for injury to persons or damage to property, including without limitation patent infringement claims or any claims alleging restraint of trade or property, including intellectual property, resulting from any act or omission of GOE, its subcontractors, consultants, agents, or employees, including any and all expense, legal or otherwise, incurred in the defense of any claim or suit arising out of or related to GOE's performance of this Agreement.

b) The Authority shall indemnify and save harmless GOE, its officers, directors, employees, partners, agents, insurers and representatives from and against any and all claims of any kind, liabilities and losses for injury to persons or damage to property, resulting from any intentional or negligent act or omission of the Authority, its subcontractors, consultants, agents, or employees, including any and all expense, legal or otherwise, incurred in the defense of any claim or suit arising out of or related to the Authority's performance of this Agreement.

c) The provisions of this Section 7 shall survive the termination of this Agreement.

8. OTHER TERMS AND PROVISIONS

a) Notices. All notices hereunder shall be given in writing and shall be effective upon receipt by the addressee, including by facsimile, at the address set forth below the applicable Party's signature below. A Party may change its address by notice to the other Party.

b) Entire Agreement; Amendments. This Agreement constitutes the entire agreement of the Parties with respect to the subject matter hereof and shall not be amended, nor may any rights hereunder be waived, except by written agreement executed by the Party or Parties to be charged with such amendment or waiver.

c) No Waiver. The failure of either Party to insist upon or enforce strict performance by the other of any of the terms of this Agreement, or to exercise any rights herein, shall not be construed as a waiver or relinquishment to any extent of such Party's right to assert or rely upon such terms or rights.

d) Counterparts. This Agreement may be executed by facsimile, including by electronic transmission, and in counterparts.

e) Severability. If any provision of this Agreement is invalid or unenforceable, such provision shall be fully severable from this Agreement and the other provisions hereof shall remain in full force and effect and shall be liberally construed in order to carry out the provisions and intent hereof or thereof, as applicable.

f) Successors; No Third Party Beneficiaries. This Agreement shall be binding upon the Parties hereto and, except as otherwise prohibited, their respective successors and assigns and nothing contained in this Agreement, express or implied, is intended to confer upon any other person or entity any benefits, rights or remedies, including the rights of a third party beneficiary, except as set forth in Section 7 regarding indemnification.

g) References; the word "including" shall mean "including, without limitation."

h) Attorneys' Fees and Costs. The prevailing Party to any dispute arising out of this Agreement shall be entitled to recover its reasonable attorney's fees and costs from the other Party.

i) Interpretation. This Agreement shall be interpreted and subject to the laws of the State of California.

This Agreement is executed as of the date noted above.

SALINAS VALLEY SOLID WASTE AUTHORITY

By: Rafael Mar

Title: General Manager/CAO

Address: 128 Sun Street, Suite 101, Salinas, Ca 93901


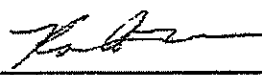
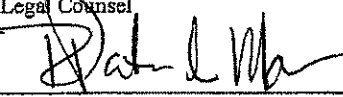
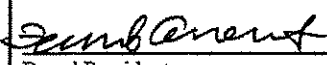
GLOBAL ORGANICS ENERGY, a Delaware LLC

By: MB Bunn

Title: Chairman & Co-CEO

Address: Global OrganicS Energy LLC, 7400 Metro Blvd, Suite 100
Edina, Minn. 55439

EXHIBIT A

 <p>SALINAS VALLEY SOLID WASTE AUTHORITY</p> <p><i>Report to the Board of Directors</i></p>	ITEM NO. 8
	 Finance Manager/Controller-Treasurer
	T. Bruen by pm Legal Counsel
	 General Manager/CAO  Board President

Date: May 17, 2012

From: Patrick Mathews, General Manager/CAO

Title: A Resolution Approving a Non-Binding Business Term Sheet with Global Organics Energy, LLC for the Development of the Autoclave Process Technology

RECOMMENDATION

The Executive Committee recommends that the Board 1) adopt the attached resolution approving Global Organics Energy (GOE) non-binding term sheet to develop their proprietary Autoclave Process Technology in conjunction with the future Salinas Area Materials Recovery Center, and 2) direct staff to prepare a project development report, including a long range financial model, final project description, and siting options for Board consideration no later than September 2012.

STRATEGIC PLAN RELATIONSHIP

The recommended action would be a key component of Goal No. 3 – Achieve 75% Diversion by 2015, and specifically objective 3.2 – “Conclude autoclave testing by the USDA, GOE and complete development of a partnership agreement”. Approval of this non-binding term sheet will assist in further consideration of the Salinas Area Materials Recovery Center project and provide direction on how GOE’s Autoclave Process Technology can potentially be integrated into the Authority-wide 75% diversion goal and support AB-341 the State diversion goal of 75% by 2020. This technology also represents the “highest and best use” criteria of the Authority Vision, by its primary objective of recycling paper fibers.

FISCAL IMPACT

There are no direct costs associated with this action, only commitment of staff time to evaluate cost implications of the business terms, develop a CEQA appropriate project description and finalize the options for the future transfer station’s environmental review and potential locations. The development and environmental review of the Authority’s future Salinas Area Materials Recovery Center/Transfer Station will include evaluation of the Autoclave Process Technology, alternatives to that technology, and how the autoclave technology might potentially be integrated into future operations.

DISCUSSION & ANALYSIS

In February 2012, the Board approved the Autoclave Process Technology Agreement, which outlined the steps required to move this project forward, including development of a non-binding business term sheet. The attached preliminary term sheet represents the next step in this process and includes the basic business points for future negotiation of a joint public/private partnership between the Authority and GOE. The term sheet outlines potential technology processing services and pricing (\$39/ton) and defines the roles and responsibilities for both entities in this proposed partnership. The terms as outlined will provide staff with the necessary information to:

- Prepare a long range project financial model, including partnership benefits with other agencies/organizations
- Develop a CEQA appropriate project description inclusive of the proposed resource recovery center/transfer station and GOEs Autoclave Process Technology
- Provide final project siting options

Staff will complete these three items and return to the Board no later than September 2012 with a project report and implementation options for the Board to consider, prior to initiating CEQA review for the future Salinas Area Resource Recovery Center/Transfer Station.

Under the attached Resolution and non-binding term sheet, no legal obligations shall exist, and the autoclave project shall not proceed, unless and until the parties have negotiated, executed and delivered mutually acceptable agreements based upon information produced from the CEQA environmental review process and on other public review and hearing processes and subject to all applicable governmental approvals.

The Authority shall retain the absolute sole discretion to (i) modify the transaction, create and enter into transactional documents, and modify the project as may, in the Authority Board's sole discretion, be necessary to comply with CEQA, (ii) select other feasible alternatives to avoid significant environmental impacts, (iii) balance the benefits of the autoclave project against any significant environmental impacts prior to taking final action if such significant impacts cannot otherwise be avoided, and/or (iv) determine not to proceed with the autoclave project.

BACKGROUND

Paper based products and food waste make up well over half of the residential and "wet" commercial/agricultural post-recycled waste streams. Conservative data from the USDA and GOE research has shown waste reduction rates for the autoclave system can be 60% to 70%. This technology is designed to deal with specific types of wet wastes (currently landfilled) that are high in paper fiber content such as post-recycled residential/multi-family wastes and some types of commercial and agricultural waste.

The autoclave technology also has the added benefit of recovering much of the food waste through the pulp washing process, which in turn can be utilized for internal energy production to offset energy needs for the plant operations. Mixed waste paper collected through our community recycling programs could also be processed through this system to manufacture paper grade pulp and bypass the many handling and shipping steps currently used to move recycled paper from homes and businesses to markets in the U.S and abroad, often located in Asia. The greenhouse gas reduction potential for this process appears to be substantial and will be evaluated in greater detail as project development progresses.

GOE, in partnership with the original designer (CR3), have now developed a fully integrated system to take the autoclave output and convert it into a clean, recyclable paper pulp as their preferred approach. Their system includes commercial sized autoclaves to handle up to 600 tons per day of feed stock, with expansion potential to grow up to 1,200 tons per day. The system also includes a pulp washing system to remove grit, food, and other organics recovered with the raw pulp. The cleaning process creates a market ready pulp feedstock for brown paper production. The dirty pulp wash water (aka, brown liquor) is then treated, cleaned and converted to methane using an anaerobic digestion system. The resulting methane is used onsite to generate electricity to run the plant and the reclaimed wash water is recirculated back into the washing system with little or no discharge to the sewer system.

Recycling of a recovered commodity from our waste stream meets our goals of finding higher value in the materials divert from the landfill. This project will allow the Authority to achieve the Authority's 75% diversion goal and the State's 75% diversion target by 2020.

The Authority has been actively involved in research and development of this technology with the U.S. Department of Agriculture, CR3 (the process creator), and GOE (CR3 successor) since 2007. The Autoclave Process Technology itself has been well tested and researched over this period with a number of patents arising out of the research performed at the Authority's Crazy Horse Landfill. The autoclave itself is a relatively simple process, and the recovered paper pulp can be utilized in many different ways:

1. Production of clean, reusable paper pulp for manufacturing brown paper used in cardboard, paper bags and packaging (GOEs preferred approach), or
2. Feedstock for anaerobic digestion to produce methane for transportation fuels or electricity production, or
3. Feedstock for refinement into ethanol for transportation fuels, or
4. Co-composted with green waste for soil amendments.

The variable uses for this simple recovery process makes this technology a very attractive, cost effective and flexible waste recovery system for the Authority to consider further as one of the cornerstone projects necessary to meet our 75% diversion goal and the State diversion target as mentioned above

ATTACHMENT(S)

1. Resolution
2. Exhibit A – Term Sheet Agreement

RESOLUTION NO. 2012 - 12

A RESOLUTION OF THE SALINAS VALLEY SOLID WASTE AUTHORITY APPROVING A TERM SHEET FOR USE OF THE AUTOCLAVE PROCESS TECHNOLOGY IN PUBLIC/PRIVATE PARTNERSHIP WITH GLOBAL ORGANICS ENERGY, LLC

WHEREAS, the Authority has participated in the research and development of the GOE (previously CR3) Autoclave Process Technology since 2007 and has housed the pilot plant at the Authority's Crazy Horse landfill for such purposes, and

WHEREAS, the Authority has determined through its participation in the technology research and development that the Autoclave Process Technology can significantly reduce the amount of waste currently destined for landfilling, in a manner consistent with the Authority's Mission, Vision and Values, and

WHEREAS, no legal obligations shall exist, and the Autoclave Process Technology project shall not proceed, unless and until the parties have negotiated, executed and delivered mutually acceptable agreements based upon information produced from the CEQA environmental review process and on other public review and hearing processes and subject to all applicable governmental approvals, and

WHEREAS, the Authority shall retain the absolute sole discretion to (i) modify the transaction, create and enter into transactional documents, and modify the project as may, in the Authority Board's sole discretion, be necessary to comply with CEQA, (ii) select other feasible alternatives or mitigation measures to avoid significant environmental impacts, (iii) balance the benefits of the autoclave project against any significant environmental impacts prior to taking final action, if such significant impacts cannot otherwise be avoided, and/or (iv) determine not to proceed with the Autoclave Process Technology project.

THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE AUTHORITY, that the General Manager/CAO is hereby authorized and directed for, and on behalf of, the Salinas Valley Solid Waste Authority (Authority) to execute an Autoclave Process Technology Non-Binding Term Sheet with Global Organics Energy, LLC (GOE) for development of a public/private waste recovery partnership as attached hereto and marked "Exhibit A."

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE SALINAS VALLEY SOLID WASTE AUTHORITY, that the General Manager/CAO is hereby directed to prepare a detailed project description, financial evaluation and siting option report on behalf of the Authority to further evaluate the benefits and options for use of the Autoclave Process Technology in preparation for California Environmental Quality Act (CEQA) review of the proposed project.

PASSED AND ADOPTED by the Board of Directors of the Salinas Valley Solid Waste Authority at its regular meeting duly held on the 17th day of May 2012, by the following vote:

AYES: BOARD MEMBERS: ARMENTA, DE LA ROSA, LUTES, PEREZ,
SILVA, TENEYUQUE

NOES: BOARD MEMBERS: NONE

ABSENT: BOARD MEMBERS: CALCAGNO, CULLEN, DONOHUE

ABSTAIN: BOARD MEMBERS: NONE


Fernando Armenta, President

ATTEST:


Elia Zavala, Clerk of the Board

TERM SHEET
IN CONNECTION WITH
AUTOCLAVE PROCESS TECHNOLOGY AGREEMENT

WHEREAS, on March 15, 2012, the Salinas Valley Solid Waste Authority, a California Joint Powers Agency (the "Authority") and Global OrganicS Energy, LLC, a Delaware limited liability company ("GOE") entered into an Autoclave Process Technology Agreement (the "Agreement"); and

WHEREAS, pursuant to Section 3(a) of the Agreement, the parties agreed to prepare a term sheet (the "Term Sheet") to tentatively detail the most significant business terms of the proposed project (the "Final Project") in a non-binding document; and

WHEREAS, The Authority's ultimate determination on whether to use the Autoclave Process Technology, if any there be, is subject to, among other things: (a) applicable environmental laws and regulations, including without limitation compliance with the provisions of the California Environmental Quality Act (CEQA) to evaluate the potential environmental effects of any project utilizing the Autoclave Process Technology, and the identification of any required mitigation measures and the cost thereof; (b) Board approval of a final definitive agreement with GOE containing all final terms and conditions of any business relationship between the parties; and (c) acquisition of all necessary permits and approvals.

TERMS

1. The Final Project shall be wholly owned by a GOE operating entity (the "GOE Operating Company"). It will consist of a receiving/sorting floor, initially two autoclaves to be expanded to four, fiber separation trommel screening area, a fiber washing and wet lap process, a Biothane USAB wastewater treatment facility, energy production process and truck transportation facilities. It shall also consist of the personnel and infrastructure necessary to build, operate and manage the facility as well as manage the business resulting from the process.

2. The Authority shall provide facilities (the "Site") at a place to be determined later, sufficiently large to house the Final Project. The Site will be wholly owned by or under control of the Authority. The Authority shall lease the Site to the GOE Operating Company on terms to be agreed, pursuant to a lease of at least 20 years. The Authority shall be responsible for all planning, environmental, permitting, construction, construction management, mitigation and monitoring, utility, and operation and maintenance of the Site. The Authority shall be responsible for obtaining all necessary permits, including compliance with CEQA, for the Site and the Final Project.

3. The GOE Operating Company and the Authority will enter into an agreement (the "Waste Agreement") whereby the Authority would provide sufficient waste to operate the Final Project. Initially the Waste Agreement would specify up to 600 tons per day. In the second

phase this would increase to 1200 tons per day. The Waste Agreement shall be for a term of at least 20 years. The Authority shall pay the GOE Operating Company a waste service fee to be negotiated, tentatively believed to be approximately \$39 per ton. This waste service fee will be subject to annual cost-of-living adjustments to be negotiated.


4. The GOE Operating Company expects to sell certain products generated from the operations of the Final Project (the "Processed Materials"). These Processed Materials would include paper pulp, recyclables and energy. The GOE Operating Company will be responsible for managing the sale of these Processed Materials. The GOE Operating Company will be wholly responsible for the handling, transport, and reuse of all Processed Material after it is provided by the SVSWA to the Site. The Authority shall be responsible for the disposal of any residual material from the Site that does not constitute Processed Materials. Any carbon credits or similar environmental benefits shall be the responsibility of and belong to GOE.

5. The GOE Operating Company expects to obtain tax exempt bonds to provide capital funding for the GOE Operating Company. The GOE Operating Company will be responsible for securing such financing.

6. The GOE Operating Company annually will pay to the Authority an amount equal to 15% of its net income (if any) (the "Profit-Sharing Payment"). This amount will be calculated after all reasonable and normal expenses, including taxes, depreciation and debt service associated with the Final Project. If there is a net loss in any year, the Authority will not be required to pay monies to the GOE Operating Company on account of that net loss; however the amount of the net loss will be applied against any future years' net income for purposes of calculating the Profit-Sharing Payment. The GOE Operating Company will provide an annual accounting and the Authority shall be entitled to inspect the books of the GOE Operating Company to verify the accuracy of any Profit-Sharing Payment.

7. The parties may ultimately enter into one or more definitive final agreements to describe and consummate the business transactions contemplated by the Agreement and this Term Sheet, subject to CEQA review, Authority Board approval and permitting. This Term Sheet does not represent a binding agreement between the parties and may be revised by either party at any time.

Salinas Valley Solid Waste Authority

By: 

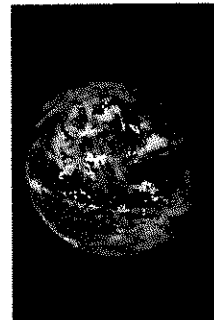
Dated: 5-17-12

Global OrganicS Energy, LLC

By: 

Dated: 18 May 2012

Global OrganicS Energy



5 June 2014

Patrick Matthews
Salinas Valley Solid Waste Authority
128 Sun Street, Suite 101
Salinas, California 93901

Dear Patrick,

Global OrganicS Energy // GOE welcomes the two year extension for our agreements;
Autoclave Process Technology Agreement and Term Sheet in Connection with
Autoclave Process Technology Agreement.

This extension is understandable in light of allowing proper timing for the CEQA
process. The GOE Team looks forward to getting CEQA underway as well as
determining if, and what, considerations may be suitable.

Respectfully,



Alexander "Duke" Bascom
Chairman and CO-CEO
Global OrganicS Energy // GOE



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

Date: June 19, 2014
From: Mark Dias, County Environmental Health
Title: County Plastic Bag Ban Ordinance Update

ITEM NO. 11

N/A

Interim Finance Manager

N/A

General Counsel

N/A

General Manager/CAO

**A PRESENTATION WILL BE GIVEN
AT THE MEETING**



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

Date: June 19, 2014
From: Management Team
Title: Strategic Plan Monthly Progress Report

ITEM NO. 12

N/A

Interim Finance Manager

N/A

General Counsel

N/A

General Manager/CAO

**A PRESENTATION WILL BE GIVEN
AT THE MEETING**



SalinasValleyRecycles.org

SALINAS VALLEY SOLID WASTE AUTHORITY

Report to the Board of Directors

ITEM NO. 13


Interim Finance Manager

N/A

General Counsel


General Manager/CAO

Date: June 19, 2014

From: Susan Warner, Diversion Manager

Title: Citizens Advisory Group Evaluation Report and Recommendation for Siting of the Salinas Area Materials Recovery Center

RECOMMENDATION

Staff recommends that the Board accept the report and recommendation of the Citizens Advisory Group.

STRATEGIC PLAN RELATIONSHIP

This report states the progress made toward achievement of the goal to Complete Development of the Salinas Area Transfer Station and Materials Recovery Center.

FISCAL IMPACT

There were no expenses other than staff time to conduct the Citizens Advisory Group meetings. The cost for site analysis and environmental review of potential sites is included in Capital Improvement Project 9021.

DISCUSSION & ANALYSIS

Based on site ranking by 5 of the 6 Group members the 6 potential sites are ranked as follows:

1. Work Street (City of Salinas lease to Granite for an asphalt batch plant)
2. Hitchcock Road (current location of the City and County Animal Shelters)
3. Sun Street (present location of the Authority's transfer station and recycling center)
4. Madison Lane (Waste Management's Salinas transfer station off Boronda Road)
5. Laurel Drive (currently vacant property adjacent to the County's Corporation Yard)
6. Boronda Road (agricultural property close to Highway 183)

At its May 8, 2014 meeting, the Citizen's Advisory Group recommended further study with 721 Work Street site be designated as the preferred site; and the following sites determined as alternative sites: 156 Hitchcock Road, 139 Sun Street and 1120 Madison Lane. Further, that the Laurel Drive and Boronda Road sites be eliminated from further consideration.

BACKGROUND

The first task assigned to the members of the Citizens Advisory Group was to review past efforts to find a suitable location for the Salinas Area Materials Recovery Center. During the January 9, February 6, March 13, and May 8, 2014 meetings, the Advisory Group reviewed the history of the Authority's search for a Salinas Area transfer station. The various sites studied and additional locations identified in the Monterey County Juvenile Hall Siting Study were discussed and reduced to 6 potential sites. The Group developed

criteria to evaluate the proposed sites for the Salinas Area Materials Recovery Center. Among the factors considered to determine the most effective parcels were the location, access for the public and to the landfill, cost of land acquisition and improvements, and the timeline for completion of the project and environment concerns, such as agricultural resources, air quality, noise, odors and aesthetics.

Through consensus of the members, the value of each of the 22 criteria to the overall project was determined, and each member was requested to rank each of the sites based on the following system:

1 = Significantly unavoidable impact, 3 = Impact can be mitigated to less than significant, and 5 = No or low impact.

ATTACHMENTS

1. Summary of Site Ranking
2. Site Ranking Criteria
3. Sites 1 – 6 Ranking Worksheets
4. Site Photos

Attachment 1
Citizens Advisory Group - 5 of 6 Ratings
Salinas Area Materials Recovery Facility
Summary of WEIGHTED Site Rankings
5/8/2014

Line	Category	Criteria	Criteria Weighting	Site 1 Work Street	Site 2 Hitchcock	Site 3 Madison	Site 4 Sun Street	Site 5 Boronda	Site 6 Laurel
1	Location	Acres	5	120	125	120	60	105	105
2		Ownership	3	95	110	55	105	40	80
3		Access	5	105	80	75	70	50	45
4		Zoning	5	115	100	120	105	105	85
5		Environmental Constraints	3	70	55	100	110	65	45
6	Proximity	Freeway Access	4	100	40	84	76	64	44
7		Landfill Access	3	80	64	52	68	68	60
8		City Center	3	84	44	52	76	44	52
9		Residential Subdivision	5	52	76	40	68	80	60
10	Costs	Land Acquisition	5	80	80	55	105	30	45
11		Entitlement Processing	4	95	65	60	55	55	60
12		Construction Complexity	5	95	80	105	75	85	95
13		Water	5	100	90	60	65	30	45
14		Storm Drain	5	95	105	90	55	30	45
15		Sewer	5	105	90	80	105	30	45
16		Power	5	95	100	100	95	30	45
17	Environment	Aesthetics	2	24	30	38	26	30	28
18		Agricultural Resources	3	38	42	44	44	20	40
19		Air Quality	5	46	30	38	28	32	30
20		Noise	3	34	26	34	26	34	30
21		Odor	5	32	32	30	26	36	30
22	Other	Timeline	4	68	68	52	84	36	36
23		Total		1728	1532	1484	1527	1099	1150
24		Ranking		1	2	4	3	6	5

Ranking from low to high

1 = Significantly unavoidable impact

3 = Impact can be mitigated to less than significant

5 = Low impact

Weighting from 2 to 5 times greater than the individual ranking based on impact of the category on the overall project

Attachment 2						
Citizens Advisory Group						
Salinas Area Materials Recovery Facility Sites Ranking Criteria						
Category	Criteria	Ranking *	1	3	5	Weighting
Location	Acreage Available		< 6 acres	6-8 acres	8+ acres	5
	Ownership		Private	Exchange	Own	3
	Private - Requires the sale of the Sun Street properties as the revenue source for purchase of private property.					
	Exchange - A potential property exchange between the Sun Street properties and City of Salinas properties.					
	Access		None or Private	Needs upgrade	Adequate	5
	Roadway access to the parcel(s).					
	Zoning		Major changes		Minor changes	5
	Appropriate zoning is industrial, public/semi-public or heavy commercial.					
	Constraints		Major	Moderate	Minor	3
	The factors existing on the property which would require mitigation measures to reduce the impact, such as possible underground structures, hazardous materials storage, whether or not the property is in the flood plain.					
Proximity	To Highway 101		2 + miles	1-2 miles	< 1 mile	4
	To the Johnson Canyon Landfill near Gonzales		25+ miles	10-25 miles	< 10 miles	3
	To the center of the City of Salinas		3 + miles	1-3 miles	< 1 mile	3
	To the closest residential subdivision		< 500 feet	500-1000 feet	> 1000 feet	5
Cost	Land Acquisition		Purchase	Exchange	Own	5
	Purchase - requires sale of Sun Street parcels which may or may not equal purchase price of parcel to be acquired.					
	Exchange - trade Sun Street parcels for one or more City of Salinas parcels which may or may not require additional funding.					
	Entitlement Processing		High	Medium	Low	4
	Existing easements or rights-of-way, leases, construction projects pending (such as Elvee Drive extension), location within an assessment district or homeowner's association, future plans or city or county government.					

Category	Criteria	Ranking*	1	3	5	Weighting
Cost - continued	Construction Complexity		High	Medium	Low	5
	Existing structures above and/or below ground require demolition and removal. Fill dirt needed to raise elevation. Undeveloped property ready to build.					
	Utility Services - existing or adequate					
	Water	None	Needs upgrade	Adequate	5	
	Storm Drain	None	Needs upgrade	Adequate	5	
	Sewer	None	Needs upgrade	Adequate	5	
	Power	None	Needs upgrade	Adequate	5	
	Environment	Aesthetics	Highly visible	Partially visible	Sheltered	2
Visual impact of buildings and improvements						
Agricultural Resources		Yes		No	3	
Ag land removed from crop productivity						
Air Quality		High	Medium	Low	5	
Impact of dust, litter, vehicle and equipment and autoclave emissions						
Noise		High	Medium	Low	3	
Impact of trucks and equipment working, backup beepers, containers loading and dumping, and voices						
Odor		High	Medium	Low	5	
Impact of fermenting organic material						
Other	Timeline	> 24 months	18-24 months	18 months or less	4	
	Duration of process from selection of the site to completion of 12 months of construction.					

***Ranking**

- 1 = Significantly unavoidable impact
3 = Impact can be mitigated to less than significant
5 = No or low impact

Attachment 3
Salinas Valley Solid Waste Authority - Citizens Advisory Group
Salinas Area Materials Recovery Facility Site Ranking

Site 1 - Work Street (Granite Batch Plant)

Line	Location	Acres	Ranking *
1		15.2	24
2	Ownership	City of Salinas (12.7 acres) Private (2.5 acres)	19
3	Access	Work Street has improvements; Elvee Drive improvements pending, possible shared roadway with Ottone	21
4	Zoning	General Industrial	23
5	Environmental Constraints	Possible underground structures, reclamation ditch, floodplain, possible hazardous materials on site.	14
6	Freeway Access	0.8 miles northbound 0.6 miles southbound	25
7	Landfill Access	17.4 miles	20
8	City Center	1.7 miles	21
9	Residential Subdivision	750' across Highway 101	13
10	Land Acquisition	Possible property exchange. Long term lease with Ottone.	16
11	Entitlement Processing	Granite asphalt plant lease expires 6/30/14. Elvee Drive extension improvements pending.	19
12	Construction Complexity	Removal of Granite structures. Floodplain mitigation. Grading, paving, new buildings.	19
13	Water	Existing, needs significant upgrade	20
14	Storm Drain	Stormwater may be available, upgrade may be necessary	19
15	Sewer	Upgrade or add additional line	21
16	Power	Existing on some parcels, would need additional	19
17	Aesthetics	Facility visible from Highway 101 and neighboring parcels, windblown material	12
18	Agricultural Resources	None	19
19	Air Quality	Vehicle and equipment emissions; fugitive dust; autoclave emissions	23
20	Noise	Trucks and equipment working, backup beepers, contents of containers unloading, voices	17
21	Odor	Fermentation of organic material, diesel fumes, opening of the autoclave	16
22	Timeline	End Granite lease, remove structures, secure Ottone property lease, import fill soil, grading, construction	17
23	Total		421

*Ranking from low to high

1 = Significantly unavoidable impact

3 = Impact can be mitigated to less than significant

5 = Low impact

Attachment 3
Salinas Valley Solid Waste Authority - Citizens Advisory Group
Salinas Area Materials Recovery Facility Site Ranking

Site 2 - Hitchcock Road (City and County Animal Shelters)

Line					Ranking *
1	Location	Acres	14.89		25
2		Ownership	City of Salinas		22
3		Access	Poor, roads need reconstruction		16
4		Zoning	Public/Semi Public		20
5		Environmental Constraints	Possible flood affected parcel, loss of ag production, access to Davis Road		11
6	Proximity	Freeway Access	2.8 miles northbound 2.6 miles southbound		10
7		Landfill Access	21.5 miles		16
8		City Center	3.7 miles		11
9		Residential Subdivision	1,000' across ag land		19
10	Costs	Land Acquisition	Possible property exchange		16
11		Entitlement Processing	Compatibility with animal shelters; City of Salinas future plans		13
12		Construction Complexity	New building construction		16
13		Water	Existing, requires significant upgrade		18
14		Storm Drain	Requires storm water Best Management Practices for treatment/flow control.		21
15		Sewer	Existing, requires significant upgrade		18
16		Power	Existing, requires upgrade		20
17		Aesthetics	High visibility, windblown debris		15
18	Environment	Agricultural Resources	No		21
19		Air Quality	Vehicle and equipment emissions; fugitive dust; autoclave emissions		15
20		Noise	Trucks and equipment working, backup beepers, contents of containers unloading, voices		13
21		Odor	Fermentation of organic material, diesel fumes, opening of the autoclave		16
22	Other	Timeline	Property exchange with City. Construction on vacant land.		17
23			Total		378

*Ranking from low to high

1 = Significantly unavoidable impact

3 = Impact can be mitigated to less than significant

5 = Low impact

Attachment 3
Salinas Valley Solid Waste Authority - Citizens Advisory Group
Salinas Area Materials Recovery Facility Site Ranking

Site 3 - 1120 Madison Lane (Waste Management Transfer Station)

Line					Ranking *
1	Location	Acres	13		24
2		Ownership	USA Waste (Waste Management)		11
3		Access	Roads need reconstruction		15
4		Zoning	Heavy Commercial		24
5		Environmental Constraints	Roadway improvements, possible hazardous materials, possible underground tanks		20
6	Proximity	Freeway Access	1.4 miles northbound 1.2 miles southbound		21
7		Landfill Access	21.2 miles		13
8		City Center	3.9 miles		13
9		Residential Subdivision	Immediately beyond property boundary		10
10	Costs	Land Acquisition	Purchase		11
11		Entitlement Processing	Boronda Neighborhood Improvement District. Permanent closure of Boronda Road @ Hwy 183		12
12		Construction Complexity	Low		21
13		Water	Existing, needs significant upgrade		12
14		Storm Drain	Requires storm water Best Management Practices for treatment/flow control.		18
15		Sewer	Existing, needs significant upgrade		16
16		Power	Needs upgrade		20
17		Aesthetics	Partially visible, similar uses in immediate area, windblown debris		19
18	Environment	Agricultural Resources	No		22
19		Air Quality	Vehicle and equipment emissions; fugitive dust; autoclave emissions		19
20		Noise	Trucks and equipment working, backup beepers, contents of containers unloading, voices		17
21		Odor	Fermentation of organic material, diesel fumes, opening of the autoclave		15
22		Timeline	Sale of Sun Street, purchase of Madison, some demolition, improve existing structures, construction		13
23	Total				372

*Ranking from low to high

1 = Significantly unavoidable impact

3 = Impact can be mitigated to less than significant

5 = Low impact

Attachment 3
Salinas Valley Solid Waste Authority - Citizens Advisory Group
Salinas Area Materials Recovery Facility Site Ranking

Site 4 - 139 Sun Street (Authority Transfer Station)

Line		Acres	6.75	Ranking *
1	Location	Ownership	Salinas Valley Solid Waste Authority	12
2		Access	Roads need reconstruction	21
3		Zoning	General Industrial	14
4		Environmental Constraints	Minor	21
5				22
6	Proximity	Freeway Access	0.7 miles northbound 0.4 miles southbound	19
7		Landfill Access	18.3 miles	17
8		City Center	0.9 miles	19
9		Residential Subdivision	1,250'	17
10	Costs	Land Acquisition	Own and purchase adjacent property	21
11		Entitlement Processing	Alisal Market Place development	11
12		Construction Complexity	Demolition of existing buildings, construct new buildings	15
13		Water	Existing, needs significant upgrade	13
14		Storm Drain	Existing, needs significant upgrade	11
15		Sewer	Adequate	21
16		Power	Adequate	19
17		Aesthetics	Partially visible from adjacent neighbors, windblown debris, birds	13
18	Environment	Agricultural Resources	No	22
19		Air Quality	Vehicle and equipment emissions; fugitive dust; autoclave emissions	14
20		Noise	Trucks and equipment working, backup beepers, contents of containers unloading, voices	13
21		Odor	Fermentation of organic material, diesel fumes, opening of the autoclave	13
22	Other	Timeline	Acquire adjacent property for autoclave, improvements to Sun Street	21
23		Total		369

*Ranking from low to high

1 = Significantly unavoidable impact

3 = Impact can be mitigated to less than significant

5 = Low impact

Attachment 3
Salinas Valley Solid Waste Authority - Citizens Advisory Group
Salinas Area Materials Recovery Facility Site Ranking

Site 5 - South Boronda at Highway 183

Line						Ranking *
1	Location	Acres	10			21
2		Ownership	Private			8
3		Access	Roads need reconstruction			10
4		Zoning	Industrial			21
5		Environmental Constraints	Intersections currently rated C or less: Within the reclamation ditch watershed area.			13
6	Proximity	Freeway Access	1.5 miles northbound	1.3 miles southbound		16
7		Landfill Access	21.3 miles			17
8		City Center	4 miles			11
9		Residential Subdivision	1,500' across Davis Road			20
10	Costs	Land Acquisition	Purchase			6
11		Entitlement Processing	Boronda Neighborhood Improvement District			11
12		Construction Complexity	Low, currently undeveloped ag use			17
13		Water	Needs significant new infrastructure			6
14		Storm Drain	Needs significant new infrastructure			6
15		Sewer	Needs significant new infrastructure			6
16		Power	Needs significant new infrastructure			6
17		Aesthetics	Visibility, windblown debris			15
18	Environment	Agricultural Resources	Yes, designated as prime ag land			10
19		Air Quality	Vehicle and equipment emissions; fugitive dust			16
20		Noise	Trucks and equipment working, backup beepers, contents of containers unloading, voices			17
21		Odor	Fermentation of organic material, diesel fumes, opening of the autoclave			18
22	Other	Timeline	Sale of Sun Street, purchase of Boronda property, construction on vacant land			9
23			Total			280

*Ranking from low to high

1 = Significantly unavoidable impact

3 = Impact can be mitigated to less than significant

5 = Low impact

Attachment 3
Salinas Valley Solid Waste Authority - Citizens Advisory Group
Salinas Area Materials Recovery Facility Site Ranking

Site 6 - 855 E. Laurel Drive, Adjacent to County Corp Yard

Line	Location	Acres	Ranking *
1	Ownership	11	21
2	Access	County of Monterey	16
3	Zoning	Poor	9
4	Environmental Constraints	Public / Semi Public	17
5	Freeway Access	Floodplain area. Impediments to turning or merging onto Laurel Drive.	9
6	Landfill Access	1.9 miles northbound 2.0 miles southbound	11
7	City Center	19.4 miles	15
8	Residential Subdivision	2.7 miles	13
9	Land Acquisition	1,750' beyond Constitution park	15
10	Entitlement Processing	Purchase	9
11	Construction Complexity	County of Monterey future plans.	12
12	Water	Low, undeveloped property.	19
13	Storm Drain	Need significant new infrastructure	9
14	Sewer	Need significant new infrastructure and floodplain mitigation measures	9
15	Power	Need significant new infrastructure and floodplain mitigation measures	9
16	Aesthetics	Need significant new infrastructure	9
17	Agricultural Resources	Highly visible from Laurel Drive, buffered from residential areas by park and vacant parcel	14
18	Air Quality	No	20
19	Noise	Vehicle and equipment emissions; fugitive dust; autoclave emissions	15
20	Odor	Trucks and equipment working, backup beepers, contents of containers unloading, voices	15
21	Timeline	Fermentation of organic material, diesel fumes, opening of the autoclave	15
22	Other	Sale of Sun Street property, purchase of Laurel property, construction on vacant land	9
23	Total		290

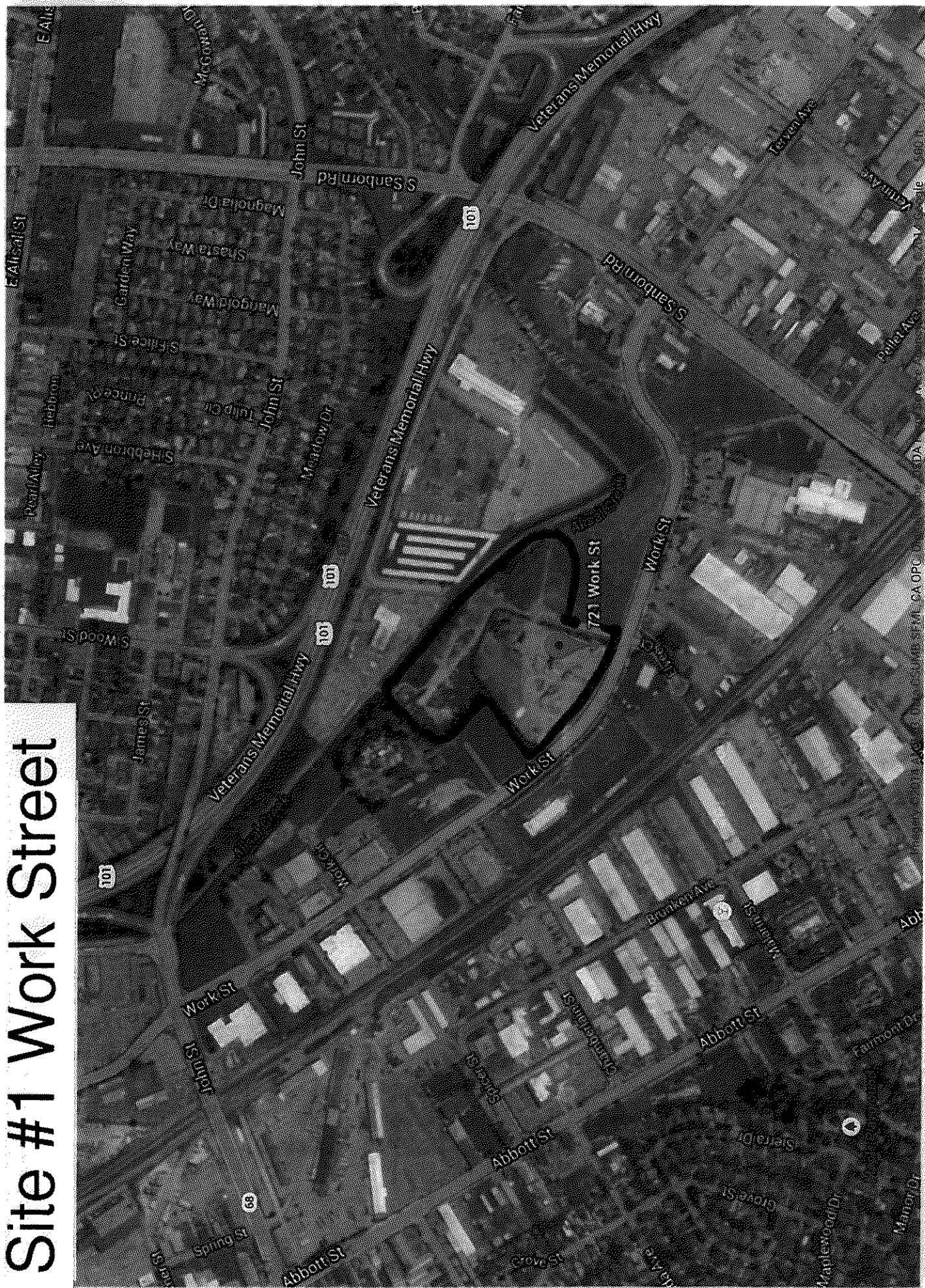
* Ranking from low to high

1 = Significantly unavoidable impact

3 = Impact can be mitigated to less than significant

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Site #1 Work Street



Site #2 Hitchcock



Site #3 Madison



Site #5 Boronda



Site #6 Laurel

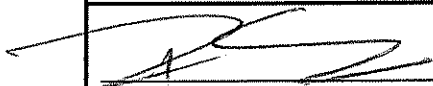
The map shows a residential neighborhood with a highlighted rectangular site. The site is located near the intersection of E Laurel Dr and Laurel Dr. A black arrow points to the highlighted site. The map includes street names such as Constitution Blvd, Manchester Dr, E Laurel Dr, and Laurel Dr. The site is located in a residential area with several houses and trees. The map is oriented with North at the top.





Report to the Board of Directors

ITEM NO. 14


Interim Finance Manager

N/A
Legal Counsel


General Manager/CAO

Date: June 19, 2014

From: Patrick Mathews, General Manager/CAO

Title: Citizens Advisory Group Appointments & Semi-Annual Report

RECOMMENDATION

Staff recommends that the Board consider appointments to the Citizens Advisory Group, (CAG) as nominated by any member agency representative who has not made his/her nomination, and to receive the first Semi-Annual CAG Report.

STRATEGIC PLAN RELATIONSHIP

The establishment of the Citizens Advisory Group is tied to the Strategic Plan Goal to "Increase Public Access, Involvement, and Awareness of SVSWA Activities." This CAG Semi-Annual Report reports on efforts made towards achievement of the Strategic Plan Goal to "Complete Development of the Salinas Area Transfer Station and Materials Recovery Center."

FISCAL IMPACT

There is no fiscal impact.

DISCUSSION & ANALYSIS

The Group has held six meetings and at its May 8 concluded its first task – to evaluate and issue a recommendation to the Board on the potential sites to study for the development of the Salinas Area Transfer Station and Materials Recovery Center. The Board will receive the Group's recommendation at this June Board meeting.

The Group's next task is to review and evaluate the Authority's (Salinas Valley Recycles) Public and Business Education Program. The other Board-recommended discussion item for the Group is the Autoclave project.

Staff encourages the completion of the remaining appointments and that Board members continue dialogue with his/her appointees.

Appointments and Attendance Record:

Jurisdiction	Director	CAG Member	Nov	Dec	Jan	Feb	Mar	May	Total
County	Salinas	Paula Getzelman	1	1	1	1	1	1	6
Salinas	Lutes	John Fair	1	0	1	1	0	0	3
Salinas	Barrera	Victor Hernandez	1	1	1	1	1	1	6
Salinas	De La Rosa	Joel Hernandez	1	1	0	0	1	0	3
Salinas	Silva	Robert Brandt	1	0	1	1	1	0	4
King City	Cullen	Daniel Raquinio	1	0	1	1	1	0	4
Total			6	3	5	5	5	2	

BACKGROUND

The CAG was created to have one appointee from each Authority Board Director. Below is a summary of the appointments to date:

	Appointing Director	Jurisdiction	Appointee	Appointment Date
1	Vice President Silva	City of Gonzales	Robert Brandt	September 26
2	Alternate Vice President Lutes	City of Salinas	John Fair	September 26
3	Director De La Rosa	City of Salinas	Joel Hernandez	September 26
4	Director Barrera	City of Salinas	Victor Hernandez	September 26
5	Director Cullen	City of King	Daniel Raquinio	September 26
6	Alternate Director Salinas	County of Monterey	Paula Getzelman	October 17

Outstanding Appointments:

Director Armenta County of Monterey

Director Perez City of Soledad

Director Moreno City of Greenfield

The qualifying criteria were approved August 22, 2013, as follows:

- 1) The appointee should be a resident of the appointing Board member's jurisdiction.
- 2) The appointee should have no direct contractual relationship with the Authority.
- 3) The Board should have final approval of all nominee appointments.

SVSWA Agenda Items - View Ahead

Item No. 15

2014

	31-Jul	21-Aug	25-Sep	16-Oct	20-Nov	18-Dec
1	SIX-MONTH STRATEGIC PLANNING RETREAT	New Hires & Promotions	Minutes	Minutes	Minutes	Minutes
2		Minutes	Claims/Financials (EC)	Claims/Financials (EC)	Claims/Financials (EC)	Claims/Financials (EC)
3		Claims/Financials (EC)	Regulatory Compliance Status	QTE Sept. Cash & Investments	QTE Sept. Tonnage & Diversion Report	2014 Officers Nominating Committee
4		QTE June Cash & Investments (EC)	Award Bid for Tire Derived aggregate	Annual County Used Oil Report		
5		QTE June Tonnage Report	Award bid for LFG Pipe	Audit Report (EC)		
6		Award contract for JC flare replacement	CH Closure Project Completion (sp1)	2014 Meetings Calendar (EC)		
7		Termination of Agmt w/ECS for E-waste Recycling & 1-yr Agmt w/other	Authority Annual Report			
8		Annual Tonnage & Diversion Performance Report	In-house ECS Ops Plan (sp1)			
9		Admin Procedures Manual (sp1)				
10		Report on Process to move MRC/Autoclave Project thru Enviro Review (sp3)				
11		Report on Funding Commitment for Regional Landfill Route (sp3)				

Consent
Presentation
Consideration
Closed Session
[Other] (Public Hearing, Recognition, Informational, etc.) (EC) Executive Committee (sp) Strategic Plan Item