MINUTES OF MEETING
SALINAS VALLEY SOLID WASTE AUTHORITY
EXECUTIVE COMMITTEE
FEBRUARY 2, 2017

CALL TO ORDER
President Salinas called the meeting to order at 4:02 p.m.

Committee Members Present
Simón Salinas President
Robert Cullen Vice President
Gloria De La Rosa Alternate Vice President.

Staff Members Present
Patrick Mathews, General Manager/CAO
Cesar Zuniga, Asst. General Manager/
  Operations Manager
Ray Hendricks, Finance Manager
Mandy Brooks, Resource Recovery Manager
Brian Kennedy, Engineering and Environmental
  Compliance Manager
Rose Gill, Human Resources/Organizational
  Development Manager
Erika J. Trujillo, Clerk of the Board

DEPARTMENT MANAGER COMMENTS
(4:03) General Manager Mathews presented to the committee an industry article entitled
“Landfill Costs Continue to Rise in 2016” which compares how our rates compare to the western
States. Finance Manager Hendricks presented to the committee the “Circular Letter” from
CALPERS which has the breakdown of normal cost and unfunded liability. Engineering and
Environmental Compliance Manager Kennedy informed the committee that after nine years of
hard work the Crazy Horse Landfill is now certified closed making post-closure care liability funds
available and permit fees reduced.

BOARD COMMENTS
Director Cullen commented about his attendance to the Farm Day event in King City and
commended Estella Gutierrez and Guillemina Gutierrez, Resource Recovery Technicians for the
way they presented worm composting to the children. He went on to explain that he also
attended the Raya Ranch event in which SVR also had a booth and will be attending the
Salinas Valley Fair in May. Director De La Rosa reported there will be a district meeting tonight at
Oscar Loya School in which she will be distributing SVR reusable bags and in March she will be
attending the Hebron Heights community event as well as the April 8th clean up event. Director
Salinas informed the group he will be attending the April 28th community event in Greenfield.

PUBLIC COMMENT
Doug Kenyon, General Manager of Republic Services informed the Committee that the yearly
community clean up event calendar for Salinas was finalized and distributed.

CONSIDERATION ITEMS
1. Minutes of January 5, 2017, Meeting
   (4:13)
   Public Comment: None
   Committee Action: Alternate Vice President De La Rosa made a motion to approve the
   minutes as presented. Vice President Cullen seconded the motion. The
   motion passed unanimously; 3-0.
2. December 2016 Claims and Financial Reports

(4:13) Finance Manager Hendricks provided a report to the Committee reflecting operating revenues exceeding expenditures. Year to Date Revenues totaling 58.2%, and expenditures at 45.9% of the projected budget. Mr. Hendricks informed the committee the first half of the principal payment was made and will reflect in the February financial report.

Public Comment: None
Committee Discussion: The Committee discussed the report.
Committee Action: Vice President Cullen made a motion to forward to the Board for approval. Alternate Vice President De La Rosa seconded the motion. The motion passed unanimously; 3-0

3. Fiscal Year 2017-18 Preliminary Budget Direction

(4:15) Finance Manager Hendricks provided a report to the committee providing updated options on potential increases for the fiscal year 2017-18 budget. He explained the budget changes identified and the potential effect of the different increase options. Mr. Hendricks explained that the feedback provided by the Board of Directors at the January Board meeting was considered in these options. He reviewed the information regarding the payroll increases, the need for a new Construction and Demolition Driver and Diversion Worker I due to the increase in Construction and Demolition material being brought into the Salinas Transfer Station, and the increase in customers being served at that facility.

Public Comment: Doug Kenyon, General Manager of Republic Services informed the Committee that the Fourth Quarter report for Republic Services shows recycling is up 34%, with the biggest contributors being industrial packers. He also mentioned construction in the area is on a rise and expected to continue.
Committee Discussion: The Committee discussed the report inquiring about the legacy liability the Authority acquired upon formation and the possibility of increasing the projected tonnage for fiscal year 2017-18 in an effort to reduce the rate increases. Staff further explained the Authority has expenses other agencies don’t have such as legacy liabilities. Staff also explained the projected tonnage amount is conservative and will review current year estimates in order to see if increasing the budgeted amount is possible in order to minimize the impact on the potential rate increases.
Committee Action: By consensus the Committee recommended forwarding the Preliminary Budget for fiscal year 2017-18 with the projected tonnage increase reflecting on the potential rate increases.

FUTURE AGENDA ITEMS

4. Agenda Items – View Ahead
The Committee reviewed the future agenda items.

ADJOURNMENT

(4:50) President Salinas adjourned the meeting.

APPROVED: [Signature]
Simón Salinas, President

ATTEST: [Signature]
Erika J. Trujillo, Clerk of the Board