



Memorandum

MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT

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DATE: January 14, 2022
TO: Board of Directors
FROM: Committee Chair
SUBJECT: Summary of Finance Committee Meeting of January 12, 2022

The Finance Committee met on January 12 at 9:00 a.m., at the District administrative offices and via conference call. Committee members in attendance were Directors Albert, Laska and Shirley. Staff members in attendance were Felipe Melchor, Tim Flanagan, Guy Petraborg, Tim Brownell, Zoe Shoats, David Ramirez, Garth Gregson, and Ida Gonzales. Legal counsel Rob Wellington was also in attendance.

Update on MRWMD-M1W AWPB Medium Voltage Project Bid Results

Todd Reynolds from Kennedy Jenks and staff gave a presentation to the Committee on the status of the Monterey One Water (M1W) electrical connection project. The cost of the project is going to be about \$1.5 million higher than previously anticipated with a total estimated cost of \$4 million. The District is exploring whether there are grants that would assist with the completion of this project. There were questions and comments from the Committee about the cost and management of the project. The Committee recommended that Staff present the bid received from Anderson Pacific Engineering for review at the January 21 Board meeting.

CNG MRF Vehicle Purchases

Staff presented information about the purchase of five new CNG powered vehicles for the MRF operations. The purchase of these vehicles will be to replace old existing vehicles and bring the District in compliance with state legislation that goes into effect on January 1, 2023, regarding not permitting 2010 and older diesel vehicles to operate in California. The cost of the new vehicles is \$1.516 million. The Fiscal 2022 budget included the purchase of used vehicles at a cost of \$1.275 million. The increase in cost over the Fiscal 2022 budget is due the District not being able to find used CNG powered vehicles. Staff is recommending making this purchase now since the lead time to get the vehicles will be 10-11 months. In addition the shop building will require building modifications to meet state and local air standards, and to have the ability to work on the CNG trucks. Staff will bring a plan for the shop modifications as part of the next fiscal year budget. There were questions and comments from the Committee. The Committee recommended that Staff present the purchase request for review at the January 21 Board meeting.

Update on Monterey Microgrid Project

Staff presented information about the meeting of the Ad Hoc Committee on January 11 including MRWMD and M1W Directors where the topic was the microgrid project. Topics discussed included the cost of the project and the cost sharing between the two agencies. The potential Fiscal 2022 costs are unbudgeted, and Staff will review the Fiscal 2022 results through the first half of the fiscal year to determine if it was practical for the District to proceed with spending funds for this project in Fiscal 2022. There were comments and questions from the Committee. The Committee recommends that the Staff present this proposed spending for this project in Fiscal 2022.

GENERAL MANAGER COMMUNICATIONS

SB 1383 Update: Staff gave an update on the activities around SB 1381. The District has supplied educational materials to residential customers and updated the website to provide consistent information. The District is exploring grant availability to assist with SB 1383 implementation.

The meeting adjourned at 10:45am

NEXT MEETING DATE: February 3, 2022, at 9:00 a.m.