



Monterey Regional Waste Management District

Service, Stewardship, and Sustainability Since 1951

April 21, 2017 Board of Directors Meeting

HIGHLIGHTS



Resolution of Appreciation to Mayor David Pendergrass. The Board presented a resolution of appreciation to Director Pendergrass for serving on the District Board representing the City of Sand City since July 1999. On behalf of the Board and staff, we wish him well in his retirement on April 30, 2017.



Recognition of Site Maintenance Staff. The site crew was recognized for their outstanding efforts during the recent storms especially the one occurring on February 17, 2017 in which the District site experienced gusty winds, fallen trees, damage to shop buildings, and overall challenging conditions. Pictured to from left to right: General Manager Tim Flanagan, Mario Rodriguez, Ulysses Fregoso, Jose Venegas, Lee Roach, Chair Bruce Delgado, Kirk Bennett, David Anguiano, Jose Marquez, and Mel Campa. Not pictured: John Easton

Consideration of Tipping Fee Increases Effective July 1, 2017.

Staff provided the Board with a presentation regarding the need to raise tipping fees by 8.2% for solid waste, yard waste, and food scraps. Fees on all other materials will remain unchanged. The last fee increase was in January 2014. The increases are necessary to fund operating expenses and capital projects in fiscal year (FY) 2017/18 and to comply with assumptions underlying bond issuance conditions and are projected to raise revenue by \$951,500 for the next fiscal year. The increases are projected to impact monthly residential rates between \$0.27 to \$0.39 for a 32-gallon container, with Sand City being the highest at \$0.87 due to the availability of only a 64-gallon container. The Board directed staff to schedule a public hearing for the May 19, 2017 Board meeting to consider approval of the fee increases as recommended by staff.

Tipping Fee Increases for:	
Solid Waste (Basic Rate) Landfill Rate, from \$51.75 Per Ton to \$56.00 Per Ton.	
Yard Waste Rate From 30.00 Per Ton to \$32.50 Per Ton.	
Food Scraps Rate From \$42.00 Per Ton to 45.50 Per Ton.	

Materials Recovery Facility Construction Contracts. A construction contract for Phase II - Materials Recovery Facility Site Improvement Project was awarded to GraniteRock of Watsonville, CA for the base bid and Alternate 2 combined amount of \$1,077,528. Following staff recommendation, the Board rejected the bid for Phase III - Materials Recovery Facility Administration Improvement due to the bid being 78% over the \$950,000 budget estimate. The Board authorized staff to negotiate a lower cost bid with two or more construction contractors after rescoping and present to the Board for approval at the May 19, 2017 Board meeting. The Board also approved a contract with Sloane Vasquez McAfee of Tustin, CA in an amount not to exceed \$122,000 for MRF Improvement Project operational acceptance testing and system training.

Purchase of 2012 Jenbacher 320. Following damage to the Unit 2 – Jenbacher engine because of a fire in October 2016, staff considered several options from repair to replacement at costs ranging from \$540,000 to over \$1M. Staff recommended and the Board approved the purchase of an unused 2012 Jenbacher 320 engine at a price not exceed \$615,000 to include related power systems repairs. This option allowed for the quickest repair option, lower engine emissions, and removed the concern for the integrity of engine block involved in the fire.