



Memorandum

MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT

DATE: August 7, 2015
 TO: Board of Directors
 FROM: Finance Committee Chair
 SUBJECT: Summary of Finance Committee Meeting of August 7, 2015

The Finance Committee met on August 7th at 9:00 a.m., at the District administrative offices. Other Committee members in attendance were Directors Bales and Pendergrass. Director Laska was absent. Staff members in attendance were Tim Flanagan, Chuck Rees, Jeff Lindenthal and Guy Petraborg. Rob Wellington was also present. The purpose of the meeting was to provide updates on the Capital Projects, Countywide Integrated Solid Waste Management Study (CISWMS) and General Management Comments. There was a scheduled closed session item regarding property negotiation that was not required. Discussion is summarized below and followed the attached agenda.

Capital Project Updates: Staff updated the Committee on the status of the four major projects (MRF Improvements, CNG Fueling, Truck Yard and Maintenance Facility, and Landfill Gas) and discussion followed. Staff reported that the engineering estimates and bidding requirements had overlooked including prevailing wage rates for the on-site installation portion and the potential increase in costs could exceed \$1 million. The Committee agreed that staff should continue to work on finalizing the MRF Equipment contract with BHS and work closely to minimize the impact of the prevailing wage issue. Staff was directed to prepare, for Board review, the original budget amounts and updated estimates and explanations of any differences. Staff noted that, during the finalization of equipment specifications with BHS and the design of infrastructure improvements to the MRF, there are decision points regarding potential changes in facts that could result in equipment changes. Staff stated that any changes would be evaluated and presented for approval in the final contract with BHS and before the bidding of the MRF infrastructure improvements contract. Staff reported that the CNG and Truck Yard construction projects were both moving forward to meet the current schedule. Staff confirmed that current fiscal year expenditures for the Landfill Gas engine engineering and permitting costs would be less than \$100,000 and the remainder of the \$2 million fiscal year budget for the project would be deferred to next fiscal year.

Status Report on Countywide Integrated Solid Waste Management Study (CISWMS): Staff provided the Committee with an update on the CISWMS Report. It was noted that the City Managers Group had conducted three community meetings (County, SVSWA and Seaside) where the City Managers Group presented information about their CISWMS Report, its conclusions and received public comments. Discussion followed and the Committee asked that staff prepare an agenda memo for the next Board meeting to allow for Board Member comments to be communicated to the City Managers Group and their consultants prior to the finalizing the report.

General Manager Comments: Staff reported that CalRecycle had introduced legislation that would increase the fee charged for material landfilled from \$1.40 to \$5.00 per ton (357% increase). The Committee directed staff to prepare a letter of opposition from the Board Chair. Tim Flanagan, General Manager, reported that he had met with Mark Stone's staff regarding the Board stipend increase request. Assembly member Stone indicated that he was supportive of increasing the District stipend after 50 years, however, it could not be done this session.

Closed Session: No session was held.

Next Meeting Date: Wednesday, September 2, 2015 at 9:30 a.m.

Dennis Allion

Attachment

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MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT

Home of the Last Chance Mercantile

MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT FINANCE COMMITTEE MEETING

Friday
August 7, 2015
9:00 a.m.

Board Room
MRWMD Offices
14201 Del Monte Blvd., Marina CA

Attending: Committee (Board) Chair Allion; Directors Bales, Pendergrass, and Laska
Tim Flanagan, General Manager
Rob Wellington, Legal Counsel
Chuck Rees, Finance Manager
Guy Petraborg, Principal Engineer
Jeff Lindenthal, Director of Community Programs

OPEN SESSION AGENDA

- 1. Capital Project Updates**
 - Materials Recovery Facility Equipment Installation
 - Compressed Natural Gas Facility
 - Truck Yard and Maintenance Facility
 - Landfill Gas Update
- 2. Status Report on Countywide Integrated Solid Waste Management Study**
- 3. General Manager Comments**
- 4. Next Meeting Date: Wednesday, September 2, 2015, 9:30 a.m.**

CLOSED SESSION AGENDA

As permitted by Government Code Section 54956 et seq., the Board may adjourn to a Closed or Executive Session to consider specific matters dealing with pending or prospective litigation, real property negotiations, certain personnel matters, or to confer with District's Meyers-Milias-Brown representative.

- 1) Conference with Property Negotiators:**
 - Property: Landfill Site Space/Capacity
 - District Negotiators: Tim Flanagan
 - Negotiating Parties: City of Milpitas
 - Terms: All Terms and Conditions