

BOARD OF DIRECTORS
 DENNIS ALLION
 CHAIR
 LEO LASKA
 VICE CHAIR
 GARY BALES
 SUE MCCLOUD
 DAVID PENDERGRASS
 LIBBY DOWNEY
 JANE PARKER
 IAN OGLESBY
 BRUCE DELGADO



WILLIAM MERRY, P.E., BCEE
 GENERAL MANAGER/
 DISTRICT ENGINEER
 TIMOTHY S. FLANAGAN
 ASST. GENERAL MANAGER
 RICHARD SHEDDEN, P.E.
 SENIOR ENGINEER
 ROBERT WELLINGTON
 COUNSEL

MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT

Home of the Last Chance Mountains

MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT REGULAR MEETING MINUTES

Friday, 9:30 a.m.
 January 17, 2014

Boardroom
 MRWMD Offices
 14201 Del Monte Blvd., Marina CA

MEMBERS PRESENT: Dennis Allion (Chair), City of Del Rey Oaks
 Leo Laska (Vice Chair), Pebble Beach Community Services District Boardmember
 Gary Bales, City of Pacific Grove
 Sue McCloud, City of Carmel-by-the-Sea
 David Pendergrass, City of Sand City Mayor
 Bruce Delgado, City of Marina Mayor
 Libby Downey, City of Monterey Vice Mayor
 Jane Parker, (Unincorporated) Monterey County Supervisor, District 4
 Ian Oglesby, City of Seaside Councilmember

MEMBERS ABSENT: None

STAFF PRESENT: William Merry, General Manager
 Rob Wellington, Legal Counsel
 Tim Flanagan, Assistant General Manager
 Jeff Lindenthal, Deputy General Manager for Community Programs
 Rick Shedden, Senior Engineer
 Chuck Rees, Finance Manager
 Daylene Alliman, Human Resources Manager
 Clyde Walkup, Materials Recovery Facility Operations Manager
 Jack Cook, Safety Manager
 Richard Petitt, Site Manager
 Rebecca Aguilar, Administrative Support Supervisor
 Ida Gonzales, Administrative Support Specialist

OTHERS PRESENT: Ted Terrasas, City of Monterey
 Charlie Cordova, Green Waste Recovery
 Michael Gross, Green Waste Recovery
 Ric Encarnacion, Monterey County Environmental Health Division
 Teresa Rios, Monterey County Environmental Health Division
 Jody Hansen, Monterey Peninsula Chamber of Commerce
 Mike Niccum, Pebble Beach Community Services District
 Cesar Zuniga, Salinas Valley Solid Waste Authority
 JD Black, Salinas Valley Solid Waste Authority
 Joe Cadelago, Waste Management Inc.
 Felipe Melchor, Waste Management Inc.

ROLL CALL AND ESTABLISHMENT OF QUORUM

With notice duly given and presence of a quorum established, the January 17, 2014 Regular Meeting of the Monterey Regional Waste Management District Board of Directors was called to order by Chair Allion at 9:30 a.m.

PUBLIC COMMUNICATIONS

Jody Hansen, President and CEO of the Monterey Peninsula Chamber of Commerce, addressed the Board regarding the recent statements by a Chamber Board member at the Special Meeting of the District Board on January 8, 2014. She stated that the statements were not representative of the Chamber and that the Chamber did not have any issues with the process nor of the recommendations made by the District's Technical Advisory Committee.

CONSENT AGENDA

Following a motion by Director Parker, and seconded by Director McCloud, the Board unanimously approved the following actions:

- 1) Approve Minutes of December 20, 2013 Regular Board Meeting
- 2) Approve Report of Disbursements

PRESENTATIONS

3) Ten Year Award to Vice Chair Leo Laska

On behalf of the Board, Chair Allion congratulated Vice Chair Laska, who represents the Pebble Beach Community Services District, and presented him with a ten-year service award. Vice Chair Laska stated that he enjoyed serving on the District Board and working with a great staff.

4) Five Year Award to Director Jane Parker

On behalf of the Board, Chair Allion congratulated Director Parker, who represents the Unincorporated Monterey County, and presented her with a five-year service award. Director Parker stated that she appreciated serving on the District Board as it was one of the best that she serves on. She continued that all levels of staff were to be appreciated for their forward thinking and efforts toward preserving the environment.

5) Five Year Award to Director Ian Oglesby

On behalf of the Board, Chair Allion congratulated Director Oglesby, who represents the City of Seaside, and presented him with a five-year service award. Director Oglesby commented that it was a pleasure to serve the community by serving on the District Board in an effort to reduce, reuse, and recycle. He had learned a lot from the other Board members and employees were to be commended for their efforts.

OTHER ITEMS FOR BOARD CONSIDERATION, DISCUSSION AND ACTION

6) Accept Proposal and Authorize Scope of Work with HF&H Consultants, LLC, to Assist in Negotiation of Final Franchise Agreements for Seven of the Member Agencies of the Monterey Regional Waste Management District at a Cost Not-to-Exceed \$19,250

The Board reviewed a memorandum from Deputy General Manager for Community Programs Jeff Lindenthal recommending that the Board authorize a scope of work from HF&H Consultants to assist the seven member agencies in negotiating the final franchise agreements. General Manager provided the Board with background information to date on the process for the selection of a solid waste, recycling, and organics franchisee and the recent recommendation from the District's Technical Advisory Committee (TAC) to select Greenwaste Recovery (GWR). He stated that each of the seven member agencies would individually decide which firm they wanted to negotiate with and at that point, the next step in the process would be for each member agency to meet to with the service provided of their choice to finalize negotiation of rates and contractual terms. Having HF&H assist with this process, would be beneficial toward coordination of new franchise agreements among member agencies who selected the same hauler. He stated that the scope of work also included individual work for each member agency at a cost of \$7,100 per member agency, to establish residential and commercial monthly rates specific to each city, if the member agency so chose to utilize the services of HF&H or they could use their own staff.

Director Delgado asked for clarification on the allegation of a special relationship between the TAC recommended hauler (GWR) and HF&H. Staff read an email from HF&H in which they clearly stated that they have in many instances provided information in which other haulers were selected over GWR. They stated that these types of allegations were distraction tactics, and that HF&H only worked for public agencies, not private companies.

Board discussion followed regarding the scope of work and how much the District has spent to date on assistance from HF&H. General Manager stated that HF&H has assisted the District on other initiatives with individual work scopes.

It was moved by Vice Chair Laska, seconded by Director Parker, and Unanimously Carried To: Accept Proposal and Authorize Scope of Work with HF&H Consultants, LLC, to Assist in Negotiation of Final Franchise Agreements for Seven of the Member Agencies of the Monterey Regional Waste Management District at a Cost Not-to-Exceed \$19,250.

7) Receive Report on Strategic Plan, Adopt Strategic Plan Policy Statement, and Direct Staff to Implement Strategic Plan Initiatives

The Board reviewed a memorandum from Human Resources Manager Daylene Alliman regarding strategic planning. She and Assistant General Manager provided the Board with a brief overview of strategic planning history for the District, development of "pillars of sustainability" which consisted of people, finance, environment, community, and innovation. The pillars were the organization values which in turn established the District's strategic initiatives. Assistant General also provided definitions for the "6 Rs": Refuse, Reduce, Reuse, Recycle, Rot, and Repair.

Board discussion followed regarding the vision of "turning waste into resources" and the need for it to provide clarity. Staff was commended for providing a good framework from which to build at the planned Board workshop at the February Board meeting.

It was moved by Director McCloud, seconded by Director Delgado, and Unanimously Carried To: Receive Report on Strategic Plan, Adopt Strategic Plan Policy Statement, and Direct Staff to Continue to Develop Strategic Plan Initiatives for Presentation at the February 21, 2014 Board Workshop.

STAFF REPORTS

8) Review Finance, Operating, and Recycling Reports

The financial statements for October 2013 were reviewed by the Board. In summary, Year-to-date Total Operating Expenses were below budget by \$29,849 and above last year by \$71,614, at \$6,242,818. Year-to-date Total Salary Expenses were below budget by \$212,932. The year-to-date Operating Revenues were above budget by \$1,449,992 (23.2%) and above last year by \$806,431 (11.7%) at \$7,698,325. Year-to-date tipping fee revenues are \$6,042,828, above last year by \$610,084 and budget by \$1,291,162.

The November 2013 financial statements were not available, although Tipping Fees Revenue for November was projected to be \$1,350,000, about \$160,000 above budget. The full year Tipping Fees Revenues were projected to be \$1,450,000 above budget and \$780,000 above last year.

The Operating Report for November 2013 was also reviewed by the Board.

OTHER CORRESPONDENCE

Director McCloud mentioned that there was a video on the internet regarding 9-volt batteries fires and placing tape on the battery terminals so that they do not get engaged with other 9-volt batteries.

GENERAL MANAGER COMMUNICATIONS

General Manager stated that he had been invited to make the keynote address at SWANA's 37th Annual Landfill Gas and 18th Annual Landfill Symposia, which would be held in Monterey, March 24-27, 2014. He asked Board members to let staff know if they were interested in attending all of part of the symposia.

He also asked Board members to consider attending the first ever joint conference between the California Chapters of SWANA and the California Resource Recovery Association which will be held in San Jose, CA, August 3-6, 2014. The conference will focus on California issues of waste reduction, recycling and resource recovery.

BOARD COMMUNICATIONS

Director Delgado commended staff for their use of the "Rs" and commented that he had a 7th "R". The City of Marina would be holding litter "Roundups" on two weekends in January. He also provided information on a solar forum, which would be held in Marina on Saturday, February 15th. The program encourages residents to go solar at no cost out of pocket. The city has arranged through the non-profit, Citizens for Sustainable Marina, to donate \$750 for every homeowner who becomes part of the program.

CLOSED SESSION

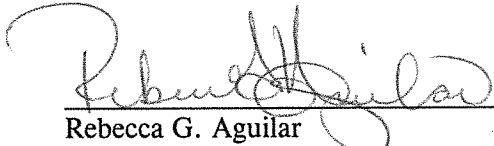
General Manager stated that a closed session was not necessary.

- 1) Conference with Property Negotiators:
Property: Landfill Site Space/Capacity
District Negotiators: William Merry and Tim Flanagan
Negotiating Parties: Cities of Gilroy/Morgan Hill
Terms: All Terms and Conditions

ADJOURNMENT

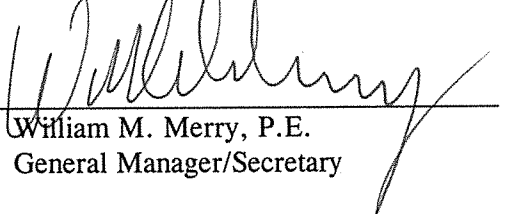
There being no further business to come before the Board at this time, the January 17, 2014 Regular Meeting of the Monterey Regional Waste Management District Board of Directors was adjourned to February 21, 2014 by Chair Allion at 10:58 a.m.

RECORDED BY:



Rebecca G. Aguilar
Administrative Support Supervisor/
Recording Secretary

AUTHENTICATED BY:



William M. Merry, P.E.
General Manager/Secretary