

BOARD OF DIRECTORS

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IAN OGLESBY
VICE CHAIR

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DAVID PENDERGRASS
LEO LASKA
LIBBY DOWNEY
JANE PARKER
BRUCE DELGADO
CARRIE THEIS



TIMOTHY S. FLANAGAN
GENERAL MANAGER

GUY PETRABORG, P.E., G.E.
PRINCIPAL ENGINEER

RICHARD SHEDDEN, P.E.
SENIOR ENGINEER

ROBERT WELLINGTON
COUNSEL

MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT

Home of the Last Chance Mercantile

MONTEREY REGIONAL WASTE MANAGEMENT DISTRICT REGULAR MEETING MINUTES

Friday, 9:30 a.m.
October 16, 2015

Boardroom
MRWMD Offices
14201 Del Monte Blvd., Marina CA

MEMBERS PRESENT: Dennis Allion, (Chair), City of Del Rey Oaks Councilmember (*via teleconference*)
Ian Oglesby (Vice Chair), City of Seaside Mayor Pro Tem
Gary Bales, City of Pacific Grove
David Pendergrass, City of Sand City Mayor
Leo Laska, Pebble Beach Community Services District Director
Libby Downey, City of Monterey Councilmember
Bruce Delgado, City of Marina Mayor
Jane Parker, (Unincorporated) Monterey County Supervisor, District 4

MEMBERS ABSENT: Carrie Theis, City of Carmel-by-the-Sea Councilmember

STAFF PRESENT: Tim Flanagan, General Manager
Rob Wellington, Legal Counsel
Guy Petrabor, Principal Engineer
Richard Shedden, Senior Engineer
Berta Torres, Interim Human Resources Manager
Chuck Rees, Finance Manager
Clyde Walkup, Materials Recovery Facility Operations Manager
David Ramirez, Senior Engineer
Glen Evett, Last Chance Mercantile/Hazardous Materials Manager
Jeff Lindenthal, Director of Community Programs
Ron Mooneyham, Equipment Maintenance Manager
Rebecca Aguilar, Administrative Support Supervisor
Kimberle Herring, Public Education Coordinator
Ida Gonzales, Administrative Support Specialist
Angela Goebel, Public Education Specialist

OTHERS PRESENT: Ted Terrasas, City of Monterey
Charlie Cordova, Green Waste Recovery
Ric Encarnacio, Monterey County Environmental Health Bureau
Doug Kenyon, Republic Services
Michael Gross, Zanker Road Landfill

ROLL CALL AND ESTABLISHMENT OF QUORUM

With notice duly given and presence of a quorum established, the October 16, 2015 Regular Meeting of the Monterey Regional Waste Management District Board of Directors was called to order by Vice Chair Oglesby at 9:30 a.m.

PUBLIC COMMUNICATIONS

There were no public comments.

INTRODUCTION OF NEW PUBLIC EDUCATION SPECIALIST ANGELA GOEBEL

The Board welcomed new Public Education Specialist Angela Goebel to the District. Angela previously worked for Recology in San Mateo County. She will be working in the Public Education Department assisting with the District's tours, social media, and public outreach.

INTRODUCTION OF NEW SENIOR ENGINEER DAVID RAMIREZ

The Board welcomed new Senior Engineer David Ramirez to the District. David most recently worked with Whitson Engineering as a Project Manager. David is a licensed professional engineer with a degree in Civil and Environmental Engineering from UC Berkeley. He joins the District Engineering Department for succession planning purposes and to assist with regulations and compliance.

CONSENT AGENDA

Following a motion by Director Delgado, seconded by Director Parker, with Chair Allion abstaining from Item 1, the Consent Agenda was approved by the Board.

- 1) Approve Minutes of September 18, 2015 Regular Board Meeting
- 2) Approve District Report of Disbursements, and Board and Employee Reimbursements

OTHER ITEMS FOR BOARD CONSIDERATION, DISCUSSION AND ACTION

3) Appoint Ad Hoc Nomination Committee to Consider Board Chair and Vice Chair Appointments

The Board was provided with a copy of the Policy for Election of Board Officers and Appointment to Board Committees, which was approved by the Board at the February 2015 meeting. The recommendation for Chair and Vice Chair for calendar year 2016 will be submitted by the Committee for consideration at the December Board meeting. Chair Allion recommended the appointment of Director Parker as chair and Director Pendergrass as vice chair to the Ad Hoc Nomination Committee.

It was moved by Chair Allion, seconded by Vice Chair Oglesby, and Unanimously Carried to: Appoint Directors Parker and Pendergrass to the Ad Hoc Nomination Committee to Consider Board Chair and Vice Chair Appointments.

4) **As a Result of Catastrophic Failure, Approve Purchase of Long Engine Block Replacement for Jenbacher 420 Landfill Gas Generator/Engine (Engine #4), from Western Energy Systems of Brea, CA, in the Amount of \$627,115.14 (excluding sales tax)**

The Board reviewed a memorandum from the General Manager regarding the catastrophic failure of engine #4 and the recommendation to purchase a replacement long block in an unbudgeted amount of \$627,115.14. General Manager provided the Board with background information on the process to date in determining cause of failure and staff review and analysis on the long-block replacement. Staff had met with General Electric/Jenbacher and negotiated an agreement for the long block and will continue to explore options for further compensation through the District's insurance carrier

Board discussion followed regarding purchasing the long block, warranty information, and power generation,

It was moved by Director Parker, seconded by Director Delgado, and Unanimously Carried to: Approve Purchase of Long Engine Block Replacement for Jenbacher 420 Landfill Gas Generator/Engine (Engine #4), from Western Energy Systems of Brea, CA, in the Amount of \$627,115.14 (excluding sales tax).

STAFF REPORTS

5) **Review Finance, Operating, and Recycling Reports**

The financial statements were delayed due to the year-end close, audit procedures, and accounting and reporting changes due to GASB 68 implementation. The Board reviewed a draft FY 2014/2015 Statements of Net Position, Revenues, Expenses and Changes in Net Position, Cash Flows and Revenues, Expenses and Changes in Net Position - Actual to Budget. Finance Manager reported that the auditors, Bianchi, Kasavan & Pope, have completed their field audit procedures and are proceeding with their internal reviews.

The Tipping Fees Revenues for the month of September 2015 are estimated at \$1,770,000 which is \$340,000 above budget and \$230,000 above last year. The Year to Date Tipping Fees Revenues through September are estimated at \$5,330,000 which is \$1,030,000 above budget and \$531,000 above last year. The Board also reviewed the September 2015 Operating Report.

6) **Report on Public Education and Recycling**

The Board reviewed a memorandum from Director of Community Programs Jeff Lindenthal reporting on the New York Times article entitled "The Reign of Recycling", the September 30, 2015 Litter Abatement Task Force meeting, and the household hazardous waste collection event hosted by the Pebble Beach Community Services District.

Vice Chair Oglesby commented that the article was well written and that it was important to consider other viewpoints with regard to recycling. Director Delgado concurred that the article was well written as it considered end costs, although it did not consider damage to the planet and using raw material versus recycled material.

7) **Report on Countywide Integrated Solid Waste Management Study**

General Manager reported that he had met Patrick Matthews General Manager of Salinas Valley Recycles (SVR) and Susan Warner, SVR Diversion Manager to discuss and learn about the steps SVR was taking in regards to

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their long range planning, and the District's Materials Recovery Facility (MRF) Upgrade plans, timing of the MRF project, anticipated diversion rates, and capacity.

Director of Community Programs provided a verbal summary of the October 15, 2015 SVR Board meeting. Board discussion followed regarding the county-wide study recommendations SVR's long range plans.

8) Report on District Capital Projects

The Board reviewed a memorandum from Principal Engineer Guy Petraborg which provided an updated on the District's Capital Projects. He also provided the Board with a time lapse video of the construction of the truck yard and compressed natural gas fueling facility.

9) Report on September 17 and October 15, 2015 Technical Advisory Committee Meetings

The Board reviewed the minutes of the September 17th TAC meeting. Director of Community Programs provided a verbal report on the meeting held on October 15, 2015.

OTHER CORRESPONDENCE

There was no other correspondence.

BOARD COMMUNICATIONS (out of order)

Director Downey expressed concern that District staff may not have consulted with the City of Monterey regarding the District's 2013 Voluntary Early Retirement Incentive (VERI) Program to obtain information on how the City had handled their early retirement program.

Director Downey retired from the meeting at 11 a.m.

GENERAL MANAGER COMMUNICATIONS

General Manager reported that the District's new phone system will go live on October 21, 2015. The phone system will provide an auto-attendant with a menu of options to connect with District departments and outside franchise haulers, as well as direct-dial numbers for staff.

CLOSED SESSION

The Board went into closed session at 11:10 a.m. regarding the following:

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

RETURN TO OPEN SESSION WITH ANY REQUIRED ANNOUNCEMENTS FROM CLOSED SESSION

The Board came back in to open session at 11:45 a.m. and Legal Counsel announced that in the closed session the Board had taken up the matter listed on the agenda for the closed session and reported the Board received information from its negotiators; no reportable action was taken.

ADJOURNMENT

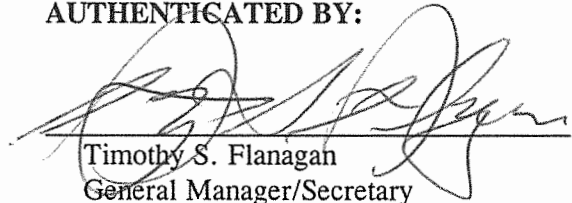
There being no further business to come before the Board at this time, the October 16, 2015 Regular Meeting of the Monterey Regional Waste Management District Board of Directors was adjourned by Vice Chair Oglesby at 11:46 a.m.

RECORDED BY:



Rebecca G. Aguilar
Administrative Support Supervisor/
Recording Secretary

AUTHENTICATED BY:



Timothy S. Flanagan
General Manager/Secretary