



Region 2000 Services Authority

Location

Citizen Services Building
85 Carden Lane
Rustburg, VA 24588

Date | Time

June 13, 2018
2:00 p.m.

Minutes

Board Members Present

Susan Adams.....Appomattox County
Steve Carter Nelson County
Frank Rogers, *Chair*..... Campbell County
Bonnie Svrcek.....City of Lynchburg

1. Welcome

Frank Rogers welcomed everyone and called the meeting to order at 2:00 p.m.

2. Approval of the March 28 Meeting Minutes

Upon a motion by Susan Adams, and seconded by Steve Carter, the minutes of March 28, 2018 were approved as presented. Bonnie Svrcek abstained.

3. Public Comment – There were none.

4. Financial Report and FY 19 Budget Discussion/Approval

Rosalie Majerus reported that tonnage is about 3% less than budget. Cost of service is at \$31.16/ton vs. a budget of \$30.25/ton, putting the Authority over cost of service by \$.91/ton. Per the expense summary on Schedule 2, the total cost of service operating expense of \$4.8M is a little better than budget. Rosalie advised that expenses are right on schedule, but tonnage is not where it should be.

Rosalie presented the draft budget from March, along with the current revised draft budget with changes. There is a \$10,586.00 reduction over the prior draft budget that was presented in March.

Clarke Gibson reported on some items in the proposed budget:

- Tonnage, revenue and total expenses were reduced.
- Disposal cost of service for members is remaining at \$30.25/ton.

- Closure-Post Closure Reserve contribution has been reduced, but will be increased as they come closer to permitting capacity.
- The budget includes a 2% merit increase.
- There is a reduction in the VRS cost.
- The recycling coordinator position is still included in the budget and will be discussed at a later date.
- The future planning disposal reserve has been reduced by several thousand dollars.

Bonnie Svrcek asked for a breakdown of cost for the recycling coordinator. Clarke Gibson advised that the City of Lynchburg pays 40% of the salary, Campbell County pays 40%, and the Services Authority pays 20%. Both Lynchburg and Campbell County stated that they are re-evaluating their contributions for this position.

Susan Adams asked about the health insurance increase and contribution of employer and employees. Emmie Boley advised that the same ratio was used as previously, between employee and employer split. Gary Christie added that an RFP has been issued for a consultant for selection of a health insurer.

The motion was made by Bonnie Svrcek, and seconded by Frank Rogers, to approve the FY2019 budget as revised, as shown in column F, in the amount of \$6,853,312.00. The vote was as follows:

Susan Adams – Aye
Steve Carter – Aye
Frank Rogers – Aye
Bonnie Svrcek – Aye

The motion was unanimously approved.

5. Director's Report

Clarke Gibson reported he had sent out a revised tonnage chart to show numbers for May.

Clarke reported that County Waste has submitted a proposal to construct a large private landfill in Cumberland County. County Waste is Region 2000's largest customer, bringing in about 50,000 tons per year. He added that the proposed Cumberland County Landfill would take in 3,500 to 5,000 tons per day. County Waste picks up 3,500 tons in Virginia each day. County Waste has also been purchasing small haulers in Virginia and in our area and have also been strategically placing transfer stations around Virginia. They have recently purchased the Charlottesville solid waste processing facility and transfer station. They have a proposal in to Botetourt County to build a transfer station near the Hollins area, and they have numerous transfer stations on the eastern portion of Virginia. It is likely that they would need a transfer station in this area in order to transfer 50,000 tons of waste per year to Cumberland County.

Clarke advised that he has calculated if the Services Authority was to lose 50,000 tons per year, it could mean a gain of 4 to 5 years of capacity. It would also increase the tipping fee, likely to around \$40.00/ton, and impact excess revenue. Clarke stated that he would keep the Authority updated as he gains information.

Clarke also reported on the meeting of the Campbell County Board of Supervisors that he and Gary attended where they presented the 2030 Solid Waste Management Plan. Frank Rogers thanked Clarke and Gary for their presentation to the Board of Supervisors and added that it was helpful to the Board. He asked that they come back in the fall for additional discussion on any time lines that might be required, depending on options. He also asked that staff put together a white paper showing what it might look like if the Authority is not a regional entity post 2029, listing post closure and facility maintenance requirements, and obligations to bonds.

6. Other Business - There was none.

7. Election of Officers

Gary Christie proposed the following slate of officers for the next two year term effective July 1, 2018:

Chair – Bonnie Svrcek
Vice-Chair – Frank Rogers
Secretary – Gary Christie
Treasurer – Steve Carter

Frank Rogers made a motion to accept the slate of officers, seconded by Susan Adams. The motion was unanimously approved.

8. Adjourn – There being no further business, the meeting adjourned at 2:30 p.m. The request was made to add the Services Authority meeting location to the next meeting agenda.

Next meeting July 25, 2 p.m., at the Haberer Building, Rustburg