



CONNECTICUT
RESOURCES
RECOVERY
AUTHORITY

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MEMORANDUM

TO: CRRRA Board of Directors
FROM: Moira Kenney, Secretary to the Board/Paralegal
DATE: February 26, 2008
RE: Notice of Emergency Meeting by Telephone Conference

There will be an Emergency special *telephonic* meeting of Board of Directors of the Connecticut Resources Recovery Authority held on Tuesday, February 26, 2008 at 2:00 p.m. The meeting will be available to the public at 100 Constitution Plaza, Hartford, Connecticut.

This meeting is being called in accordance with Sec. 1-225 of the Connecticut General Statutes. A copy of the minutes of this emergency special meeting setting forth the nature of the emergency and the proceedings occurring at this meeting will be filed with the Secretary of the State not later than seventy-two hours following the holding of this meeting.

The purpose of this meeting will be:

1. Discussion regarding the consideration of alternative proposals pertaining to the Mid-Connecticut Project Budget.
2. Executive Session to discuss pending litigation and attorney-client privileged communications.
3. Possible adoption of an alternative Mid-Connecticut Project Budget.

Please notify this office of your attendance at (860) 757-7787 at your earliest convenience.

**RESOLUTION REGARDING THE ADOPTION OF
THE FISCAL YEAR 2009 MID-CONNECTICUT PROJECT
OPERATING BUDGET, TIP FEES AND CAPITAL BUDGETS**

RESOLVED: That the proposed fiscal year 2009 Mid-Connecticut Project operating budget be adopted substantially in the form presented and discussed at this meeting;

FURTHER RESOLVED: That the following tip fees be adopted for the fiscal year 2009 operating budget; and

| WASTE STREAM | PER TON TIP FEES |
|---|-----------------------------|
| Municipal Solid Waste (MSW) | \$72.00 |
| Metals (1) | \$75.00 |
| Bulky Waste – Municipal (1) | \$40.00 - \$85.00 |
| Bulky Waste – Commercial (1) | \$40.00 - \$85.00 |
| White Goods (Metals) (1) | \$74.00 |
| DEP Certified Materials | \$95.00 |
| Non-Processible Waste Fee (1) | \$40.00 - \$85.00 |
| Non-Municipal Mattress Surcharge (<i>Per Unit Fee</i>)(1) | \$15.00 |
| Recycling Tip Fee | \$00.00 |

(1) Pricing for the period July 01, 2008 through December 31, 2008

FURTHER RESOLVED: That the President is hereby authorized to approve the use of funds from the following Mid-Connecticut Project Reserves, as appropriate, to pay for costs and fees incurred during fiscal year 2009 in accordance with the capital budget adopted pursuant hereto, substantially as presented and discussed at this meeting, provided that all purchases of goods and services shall comply with the requirements of the Authority's Procurement Policy:

- Landfill Development Reserve
- Hartford Landfill Closure Reserve
- Rolling Stock Reserve
- South Meadows Site Remediation Reserve
- Facility Modification Reserve
- Recycling Reserve

CRRA - MID-CONNECTICUT PROJECT

PROPOSED FISCAL YEAR 2009 BUDGET COMPARISONS

| Description | Finance Committee 2/14/08 | Board Meeting 2/21/08 | Finance Committee 2/26/08 | Board Meeting 2/26/08 |
|---|---------------------------------|-----------------------------|---------------------------------|--------------------------|
| Member Tip Fee | \$ 83.00 | \$ 76.00 | \$ 76.00 | \$ 72.00 |
| Expense Reductions | | | | |
| Deferral of Hartford Landfill Closure Reserve Contribution (a) | \$ (3,000,000) | | | |
| Reduction of MDC proposed operating costs related to "separation costs" (b) | \$ (3,000,000) | | | |
| Legal Increase due to MDC matter regarding "separation costs" (b) | \$ 415,000 | | | |
| Other Consulting Services (G&A) (c) | \$ 20,000 | | | |
| Engineering (Regional Recycling) (c) | \$ 15,000 | | | |
| Rental / Lease (Hartford Landfill) (d) | \$ (262,500) | | | |
| Subtotal | <u>\$ (5,812,500)</u> | | | |
| Reduction in Hartford Landfill Closure Reserve Contribution (e) | | | \$ (1,000,000) | |
| Reduction of MDC proposed operating costs (f) | | | \$ (1,000,000) | |
| Deferral of Facility Modification Reserve Contribution (g) | | | \$ (1,000,000) | |
| Recycling Credit (h) | | | \$ (80,000) | |
| Marketing & Public Relations related to single stream recycling (i) | | | \$ (240,000) | |
| | | | <u>\$ (3,320,000)</u> | |

(a) Deferred contribution, since \$3M of the funds would not be required until fiscal year 2011.

(b) The MDC has not provided support for their \$12M claim.

(c) Updated the estimate for items missed in the presentation.

(d) Legal support provided statement the lease payment would not be required for the entire fiscal year.

(e) Cash availability impact of the \$3M State Bond Commission Funds (Impacts FY09 and FY10).

Governor notified CRRA on 02/20/08 that the Bond Commission was expected to approve \$3M on February 29, 2008.

The Bond Commission agenda was issued 02/25/08. Receipt of funds is expected to occur in mid FY09.

(f) Authority believes increases are too high and will be negotiated down during the upcoming budget meetings with the MDC.

(g) The Authority plans to defer certain capital projects until FY10, unless additional funding becomes available.

(h) Maintain the recycling credit at \$10 per ton which is unchanged from the FY08 rate.

(i) Reduce extent of single stream marketing campaign since the construction will not be complete until mid FY09.