

**REGULAR MEETING OF THE SOUTH MACOMB DISPOSAL AUTHORITY
 HELD ON WEDNESDAY, SEPTEMBER 28, 2022**

Meeting called to order by Chairman Taylor at 4:00 p.m.

Board Member Present

Board Members Roll Call: Robert Taylor, Sarah Lucido, John Caron, Gus Ghanam & Robert Binson.

Also Present:

Kip Walby, Marie Tighe, Pete Trombley, Kyle Seidel, Tim Tomlinson, Steve Wietecha, Mike Way.

Approval of Agenda

MOTION by Binson, supported by Caron to approve the agenda.

AYES: All

MOTION CARRIED

Review and Approval of Proposed Minutes

Minutes of the South Macomb Disposal Authority Regular Meeting held on Wednesday, September 14, 2022, were reviewed.

MOTION by Caron, supported by Lucido to approve the Minutes of the South Macomb Disposal Authority Regular Meeting held on Wednesday, September 14, 2022, as presented.

AYES: All

MOTION CARRIED

Approval of Payroll and Bills

Payroll:	(8/31/22)	(9/14/22)
John Baumgart	\$3,619.43	\$4,471.53
Darin Coleman	\$3,201.11	\$2,789.50
DeMall Goosby	\$2,287.56	\$2,956.71
Robert Shipley	\$3,201.11	\$3,141.89
Ray Williams	\$2,869.45	\$2,771.73

Bills:

General Fund	\$ 16,757.25
Site 11	\$ 32,595.18
Freedom Hill/Fostoria Landfills	\$ 39.00
15 & Hayes	\$ 0
Transfer Station	\$225,913.35
Site 9/9a Buy Back Fund	\$ 28,978.18
TOTAL	\$304,282.96

MOTION by Ghanam, supported by Caron to approve the Payroll, General Fund, Site 11, Transfer Station, Freedom Hill/Fostoria, and Site 9/9a Buy Back Fund bills as presented.

AYES: All

MOTION CARRIED

Financial Report

MOTION by Caron, supported by Binson to receive and file the Financial Report.

AYES: All

MOTION CARRIED.

New Business

Director of Operations

Operations and Administrator update was provided by Kip Walby and Pete Trombley.

Audit FY22

Michael Rolka, Senior Manager from Yeo & Yeo provided an update of the annual Audit for Fiscal Year 2022. This is year two with Yeo & Yeo. Mr. Rolka started with the significant accounting estimates, no changes compared to the previous year, but it will be useful for capitol assets and post closure of the landfills. Two items that are required this year are management override of controls and improper revenue recognition. No audit adjustments this year.

Mr. Rolka went over the Independent Auditors' Report. Management's responsibility is to prepare financial statements and make sure internal controls are in place such that material misstatements or fraud would be detected or corrected on a timely manner. He stated Yeo & Yeo's responsibility is to conduct an audit based on their risk assessment using auditing procedures to make sure those financial statements figures are appropriate and materially misstated. The result of the audit is to provide an unmodified opinion.

Mr. Rolka moved on to the financial statement highlights. First item is the new investment consultant and the moving over of CD's. He stated one change is the reduction of the landfill liability and moved to revenue. The footnotes explain some of the accounting changes coming up in the next few years. Discussion of the landfill liability and penalties.

Mr. Walby wanted to mention in the financial highlights. He explained the transfer station brought in the last three years \$1.1million and 2022 operations contributed \$381,507, which is very close to what the monthly financial updates report.

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MOTION by Binson, supported by Ghanam to receive and file the FY22 Audit Report as presented.

AYES: All

MOTION CARRIED

Insurance Renewal

Mr. Walby reported the renewal of Property and Casualty Insurance will be on January 1, 2023. In 2021 we conducted an RFP the SMDA board stayed with MML with a savings of \$1,906.00. The 2023 renewal for the SMDA from Michigan Municipal League (MML) is tentatively set for a 2% increase which is \$372.00. Mr. Walby asked the SMDA board if they want to go out for bid or stay with MML with the 2% increase.

MOTION by Binson, supported by Caron to authorize Mr. Walby to negotiate with MML for Property and Casualty Insurance effective January 1, 2023 and return in December 2022 with the final premium amount.

AYES: All

MOTION CARRIED

Transfer Station Update

The net profit summary as of August 30, 2022 \$90,188.88. Mr. Walby pointed August tonnage is increased from last year and compost is down. Compost is picking up and should be better in September. The outstanding customer through September 15, 2022 shows Campo Disposal is still the highest. We received \$13,000 last week from Campo. The Board had a discussion regarding Campo Disposal debt. At the rate Campo Disposal is paying they will never get under \$200,000. They need to pay \$3,000 more than they are dropping off. At this point, the Board wants Mr. Tomlinson, Attorney to work with Campo on a payment program.

MOTION by Caron, supported by Lucido to receive and file the transfer station financial update.

AYES: All

MOTION CARRIED

MOTION by Caron, supported by Lucido to authorize the Attorney, Mr. Tomlinson, and Mr. Walby to direct a letter to Campo Disposal concerning the debt and work on a payment program.

AYES: All

MOTION CARRIED

General Updates

None

Chairman Robert Taylor Vice-Chair Sarah Lucido Secretary Robert Binson

Board Member John Caron Treasurer Gus Ghanam

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Public Participation


There being no public participation, Chairman Taylor called for a motion to adjourn.

MOTION by Caron, supported by Lucido to adjourn the meeting at 4:48 p.m.

AYES: All

MOTION CARRIED.


Chairman


Secretary

Chairman Robert Taylor **Vice-Chair** Sarah Lucido **Secretary** Robert Binson

Board Member John Caron **Treasurer** Gus Ghanam

Protecting the Environment

FINANCIAL REPORT

General Fund - cash on hand 9/28/22 (Includes Site 11 Leachate, Closure expenses, Transfer Station and misc.)	\$ 272,889.02
Titan Wealth Advisors-9/28/22 Unrestricted Fund	\$4,839,968.05
Site 9/9a	\$ 917,877.51
AIG Freedom Hill/Fostoria (as of 8/1/21)	\$2,562,949.71
General Fund - accounts payable	(\$300,429.12)
TOTAL	\$8,293,255.17

Chairman Robert Taylor **Vice-Chair** Sarah Lucido **Secretary** Robert Binson

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