

**RESOLUTION REGARDING RESPONSIBILITIES OF CRRA AND THE
MDC TO DETERMINE THE FISCAL YEAR 2010 ANNUAL
OPERATING BUDGET**

WHEREAS, the Connecticut Resources Recovery Authority (the "Authority") and the Metropolitan District Commission (the "MDC") entered into an agreement executed December 31, 1984 (the "Agreement") that describes the respective rights and obligations of the two parties regarding the operation of the Mid-Connecticut Project's Transfer Stations, Waste Processing Facility, the Hartford Landfill and the transportation system; and

WHEREAS, Article III, Section 1 of the Agreement states that the MDC shall prepare and submit an annual budget to the Authority five months in advance of the applicable fiscal year and that the Authority shall adopt an annual budget prior to the first day of the applicable fiscal year; and

WHEREAS, Article IV, Section 1 of the Agreement states that the Authority shall pay the MDC "the actual cost of the services and materials provided"; and

WHEREAS, Article VI, Section 2 of the Agreement requires the MDC to maintain "complete accounting records" of all transactions and furthermore to provide the Authority with quarterly and yearly reports that "shall include sufficient information to allow the Authority to verify the costs of services actually performed during the period covered"; and

WHEREAS, the service district served by the Mid-Connecticut project is currently enduring a significant and sustained economic recession that continues to severely affect the customers of the Mid-Connecticut Project; and

WHEREAS, the Board of Directors of the Authority aggressively seeks to provide the Mid-Connecticut Project member towns with the lowest possible tip fee for fiscal year 2010, especially in light of the economic recession;

NOW THEREFORE, it is RESOLVED: That the Authority President provide a copy of this Resolution to the CEO of the MDC and urge the MDC revisit page B-3 of the MDC's 2009-2010 Mid-Connecticut Project Annual Budget and eliminate the proposed salary increases of 3.55% and 3.95% which are excessive and unacceptable in light of the economic recession; and

FURTHER RESOLVED: That the MDC also be requested to revisit the entire proposed budget seeking reductions to assist the Authority in reducing the FY 10 tip fee for participating communities; and

FURTHER RESOLVED: That the MDC be pressed to provide the Authority with any and all previously requested information regarding budget and actual cost data so that the Authority's Board of Directors may adequately consider the proposed fiscal year 2010 budget; and

HANDOUT

Board Mtg.
FEB 26 2009

FROM: Finance

FURTHER RESOLVED: That the MDC be exhorted to adhere to the spirit of the administrative and operating standards and level of fiscal responsibility vested in both parties under the Agreement.

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