

Notice and Agenda

REGULAR MEETING — BOARD OF DIRECTORS — COUNTY SANITATION DISTRICT NO. 14

To be held at the ANTELOPE VALLEY TRANSIT AUTHORITY  
42210 6<sup>th</sup> Street West, Lancaster, California

THE DISTRICT MAY TAKE ACTION ON ANY AGENDA ITEM LISTED BELOW

THURSDAY	May 11, 2023	At 11:30 A.M.
Governing Body	Director	Alternate
LANCASTER	PARRIS (Chairperson)	CRIST (Chair pro tem)
PALMDALE	BETTENCOURT	ALARCON
LOS ANGELES COUNTY	HAHN	BARGER

1. Public Comment
2. Approve Minutes of Special Meeting Held April 13, 2023
3. Approve February 2023 Expenses in Amount of \$2,223,433

Summary: Local District expenses represent costs that are the sole responsibility of the individual District. Allocated expenses represent the District’s proportionate share of expenses made by District No. 2, the Administrative District, on its behalf pursuant to the Joint Administration Agreement. This Agreement provides for the joint administration and technical support for all of the signatory Districts along with the methodology for determining the proportionate costs for each District. A listing of Districts’ payments and previously approved budgets can be found on the Districts’ website at [lacs.org/financial-documents](http://lacs.org/financial-documents). This item is consistent with the Districts’ Guiding Principle of commitment to fiscal responsibility and prudent financial stewardship.

Local District Expenses:	
Operations & Maintenance	\$1,815,150
Capital	75,859
Legal	790
Allocated Expenses:	
Joint Administration	160,224
Technical Support	164,735
Legal	6,675
Total Expenses	<u>\$2,223,433</u>

4. Re: Annexations Nos. 438, 439, and 440 to District
  - (a) Adopt Resolutions for Making Application to Local Agency Formation Commission (LAFCO) for Annexation; Review, Consider and Find Adequate [California Environmental Quality Act \(CEQA\) Document for Annexation No. 438](#); Review, Consider and Find Adequate [California Environmental Quality Act \(CEQA\) Document for Annexation No. 439](#); and Consent to Waiver of Protest Proceedings
  - (b) Adopt Joint Resolution with County of Los Angeles, Antelope Valley Cemetery District, Antelope Valley Mosquito & Vector Control District, Antelope Valley Resource Conservation District, City of Palmdale, and Antelope Valley - East Kern Water Agency Approving and Accepting Negotiated Exchange of Property Tax Revenues Resulting from Annexation No. 438
  - (c) Adopt Joint Resolution with County of Los Angeles, Antelope Valley Cemetery District, Antelope Valley Mosquito & Vector Control District, Antelope Valley Resource Conservation District, City of Lancaster, and Antelope Valley - East Kern Water Agency Approving and Accepting Negotiated Exchange of Property Tax Revenues Resulting from Annexation No. 439
  - (d) Adopt Joint Resolution with County of Los Angeles, Antelope Valley Cemetery District, Antelope Valley Mosquito & Vector Control District, Antelope Valley Resource Conservation District, Antelope Valley - East Kern Water Agency, and Palm Ranch Irrigation District Approving and Accepting Negotiated Exchange of Property Tax Revenues Resulting from Annexation No. 440

Summary: Annexation No. 438 consists of one proposed warehouse in the City of Palmdale. Annexation No. 439 consists of 68 proposed single-family homes in the City of Lancaster. Annexation No. 440 consists of one proposed single-family home in Unincorporated Los Angeles County. Each annexation to the District’s service area requires adoption of two resolutions by the Board. The first resolution authorizes submittal of the annexation application to LAFCO, approves the CEQA document (if applicable), and consents to a waiver of the LAFCO protest hearing. The second resolution is a joint resolution with agencies that already provide services to the proposed annexation territory agreeing to

## 4. Contd.

the amount of property tax revenue that will be apportioned to the District in accordance with the Revenue and Taxation Code. A data sheet, map, and Notice of Finding for each annexation are attached. Links to the CEQA documents for Annexations Nos. 438 and 439 are provided above.

5. Approve and Order Executed [Agreement for the Loading, Removal, Transportation and Disposal or Reuse of Biosolids](#) (Agreement) with Holloway Environmental Solutions, LLC, (Holloway) for Biosolids Generated at Lancaster Water Reclamation Plant (WRP)

Summary: Lancaster WRP biosolids are currently managed per an agreement which will expire on May 31, 2023. A Request for Proposals for biosolids management services was issued and four responsive proposals were received. Holloway, a landfill located in Kern County, was ranked the highest in terms of qualifications and submitted the most cost-effective proposal. In addition, Holloway has successfully provided biosolids management services for other Districts' facilities. The proposed Agreement would begin on June 1, 2023, provide Holloway with approximately 14,000 wet tons of biosolids per year for a three-year initial term, and include two optional one-year extensions. The proposed Agreement would include a fee of \$54 per wet ton for biosolids loading, hauling, and management services. With anticipated fuel adjustment charges, this correlates to an estimated cost of approximately \$800,000 per year, an increase of approximately 2 percent over previous annual biosolids management costs. Staff has determined that the Project is exempt or otherwise not subject to the provisions of the California Environmental Quality Act (CEQA) pursuant to Title 14 of the California Code of Regulations ("CEQA Guidelines") Sections 15301. This item is consistent with the Districts' Guiding Principle of commitment to operational excellence (protection of public health and the environment, regulatory compliance, and cost effectiveness).

## 6. Re. Wastewater Revenue Program

- (a) Hold Public Hearing on Service Charge Report
- (b) Adopt Service Charge Report

Summary: Holding a public hearing and then adopting the Service Charge Report is required each year to collect the wastewater service charge on the property tax roll. The current service charge rate per single-family home is \$40.66 per month (\$487.88 per year) and no increase is recommended for fiscal year 2023-24. A letter discussing this matter, together with the Service Charge Report, the preliminary budget, and a budget explanation and glossary, accompanies the agenda. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship; and to plan for both short-term and long-term needs to minimize the need for significant rate increases.

## Adjourn

- Status Report:** Prior to or during the meeting session, the Chief Engineer and General Manager may update the Directors on various matters concerning the Districts that may be of current interest to the Directors.
- Public Comment:** Members of the public may address the Board of Directors on any item shown on the agenda or matter under the Board's authority. A "Request to Address Board of Directors" form is available. In compliance with the Americans with Disabilities Act, if you require special assistance to participate in this meeting, please contact the Secretary to the Boards' Office (562) 908-4288, extension 1100. Notification of 48 hours prior to the meeting will enable staff to make reasonable arrangements to ensure accessibility to this meeting. (28CFR 35.101 et seq. ADA Title II).
- Document Requests:** Links to supporting documents are available online at the time of posting. Agendas and supporting documents or other writings that will be distributed to Board members in connection with matters subject to discussion or consideration at this meeting that are not exempt from disclosure under the Public Records Act are available for inspection following the posting of this agenda at the office of the Secretary to the Boards of Directors located at the Districts' Joint Administration Building, 1955 Workman Mill Road, Whittier, California, 90601, or at the time of the meeting at the address posted on this agenda.

**COUNTY SANITATION DISTRICT NO. 14 OF LOS ANGELES COUNTY**

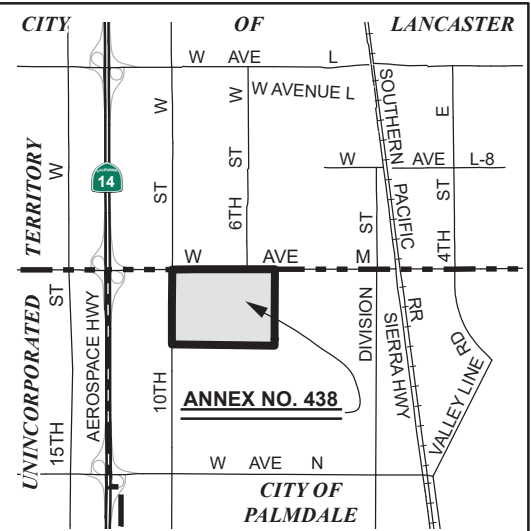
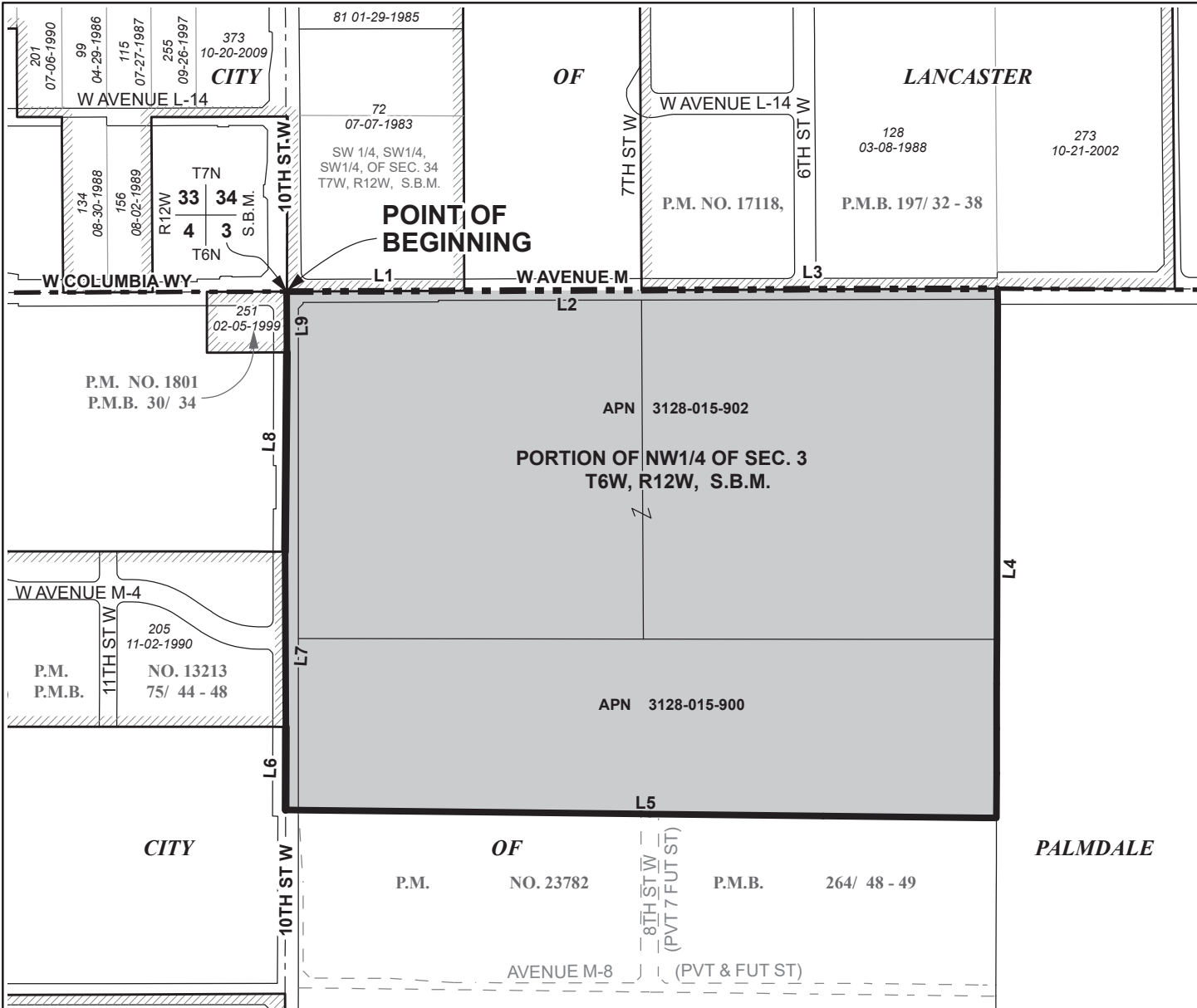
**PROPOSED ANNEXATION NO. 438**

**AGENDA DATE:** Resolution Making Application to LAFCO ..... May 11, 2023

**LOCATION:** Located on the southeast corner of 10th Street West and Avenue M/Columbia Way, all within the City of Palmdale, as shown on the attached map.

<b>PROCESSING FEES:</b>	District	\$ 15,450.00
	Local Agency Formation Commission	7,000.00
	State Board of Equalization	<u>2,000.00</u>
	Total:	<u>\$ 24,450.00</u>

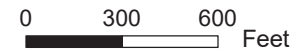
**DESCRIPTION & REMARKS:** The annexation consists of one proposed warehouse.



VICINITY MAP  
NO SCALE

**COURSE DATA**

L1	S 89°47'50" E	669.39'
L2	S 89°47'50" E	669.41'
L3	S 89°47'50" E	1338.83'
L4	S 00°29'30" W	1982.94'
L5	N 89°32'59" W	2674.20'
L6	N 00°23'33" E	334.53'
L7	N 00°23'33" E	660.05'
L8	N 00°23'33" E	751.78'
L9	N 00°23'33" E	225.00'



**"FOR TAX ASSESSMENT  
PURPOSES ONLY"**

- Annexation No. 438 shown thus
- Boundary of Sanitation District No. 21 prior to Annexation No. 438 shown thus
- Prior Annexations shown thus
- City Boundary
- Area of Annexation 121.458 Acres

ANNEX. NO.  
(RECORDING DATE)

LA County Assessor Landbase  
CAMS Centerline, DPW City boundary  
LA County Sanitation Districts:  
Annexation Layer and District Layer

COUNTY SANITATION DISTRICT NO. 14  
OF LOS ANGELES COUNTY, CA  
OFFICE OF CHIEF ENGINEER  
ROBERT C. FERRANTE  
CHIEF ENGINEER & GENERAL MANAGER  
**ANNEXATION NO. 438**  
TO  
COUNTY SANITATION DISTRICT NO. 14

Recorded:

**NOTICE OF FINDING/CERTIFICATE OF FILING**

ANNEXATION NO. 438 TO COUNTY SANITATION DISTRICT NO. 14

The annexation consists of one proposed warehouse.

1. **BASED UPON REVIEW AND STUDY, I FIND AND CERTIFY THAT:**

The annexation **is exempt** from the provisions of the California Environmental Quality Act, pursuant to the State CEQA Guidelines,

Section:

Reason:

The **Negative Declaration** is adequate for consideration of the annexation.

The **Environmental Impact Report** is acceptable for consideration of the annexation.

**ISSUED BY:**

Los Angeles County Department of Regional Planning

City of Palmdale

2. The subject annexation has been set for consideration before the Board of Directors of County Sanitation District No. 14 at their meeting to be held on May 11, 2023, at the time and place as provided for the meeting of said date.

3. The subject annexation and all related documents are on file in the office of the Chief Engineer and General Manager, Los Angeles County Sanitation Districts, 1955 Workman Mill Road, (P.O. Box 4998) Whittier, California and may be examined by any interested person for further particulars. Telephone: (562) 908-4288, extension 2708.



Stan Pegadiotes  
Division Engineer  
Facilities Planning Department

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES  
ACTING IN BEHALF OF

- Los Angeles County General Fund
- Los Angeles County Consolidated Fire Protection District
- Los Angeles County Waterworks #40 - Antelope Valley

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 14 OF LOS ANGELES  
COUNTY, AND THE GOVERNING BODIES OF

- Antelope Valley Resource Conservation District
- City of Palmdale
- Antelope Valley - East Kern Water Agency
- Antelope Valley Cemetery District
- Antelope Valley Mosquito & Vector Control District

APPROVING AND ACCEPTING NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES  
RESULTING FROM ANNEXATION TO COUNTY SANITATION DISTRICT NO. 14

**"ANNEXATION NO. 438"**

**WHEREAS**, pursuant to Section 99 and 99.01 of the Revenue and Taxation Code, prior to the effective date of any jurisdictional change which will result in a special district providing a new service, the governing bodies of all local agencies that receive an apportionment of the property tax from the area must determine the amount of property tax revenues from the annual tax increment to be exchanged between the affected agencies and approve and accept the negotiated exchange of property tax revenues by resolution; and

**WHEREAS**, the governing bodies of the agencies signatory hereto have made determinations of the amount of property tax revenues from the annual tax increments to be exchanged as a result of the annexation to County Sanitation District No. 14 entitled *Annexation No. 438*;

**NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:**

1. The negotiated exchange of property tax revenues resulting from the annexation of territory to County Sanitation District No. 14 in the annexation entitled *Annexation No. 438* is approved and accepted.
2. For each fiscal year commencing on July 1, 2022, or after the effective date of this jurisdictional change, whichever is later, the County Auditor shall transfer to County Sanitation District No. 14 a total of 0.3466792 percent of the annual tax increment attributable to the land area encompassed within *Annexation No. 438* as shown on the attached Worksheet.
3. No additional transfer of property tax revenues shall be made from any other tax agencies to County Sanitation District No. 14 as a result of annexation entitled *Annexation No. 438*.

4. No transfer of property tax increments from properties within a community redevelopment project, which are legally committed to a Community Redevelopment Agency, shall be made during the period that such tax increment is legally committed for repayment of the redevelopment project costs.

5. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

The foregoing resolution was adopted by the Board of Supervisors of the County of Los Angeles, the Board of Directors of County Sanitation District No. 14 of Los Angeles County, and the governing bodies of Antelope Valley Cemetery District, Antelope Valley Mosquito & Vector Control District, Antelope Valley Resource Conservation District, City of Palmdale, and Antelope Valley - East Kern Water Agency, signatory hereto.

COUNTY SANITATION DISTRICT NO. 14  
OF LOS ANGELES COUNTY

\_\_\_\_\_  
Chairperson, Board of Directors

ATTEST:

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

**(SIGNED IN COUNTERPART)**

**COUNTY SANITATION DISTRICT NO. 14 OF LOS ANGELES COUNTY**

**PROPOSED ANNEXATION NO. 439**

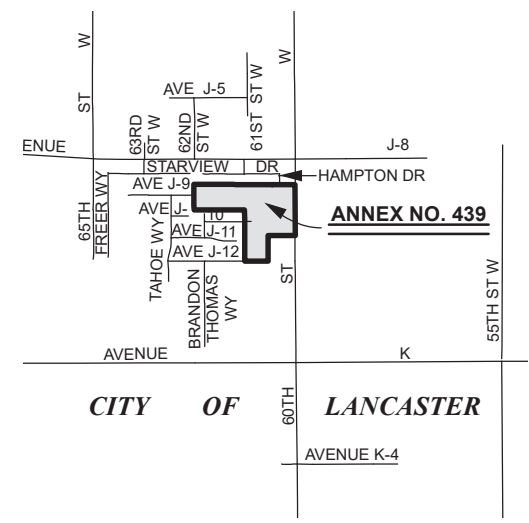
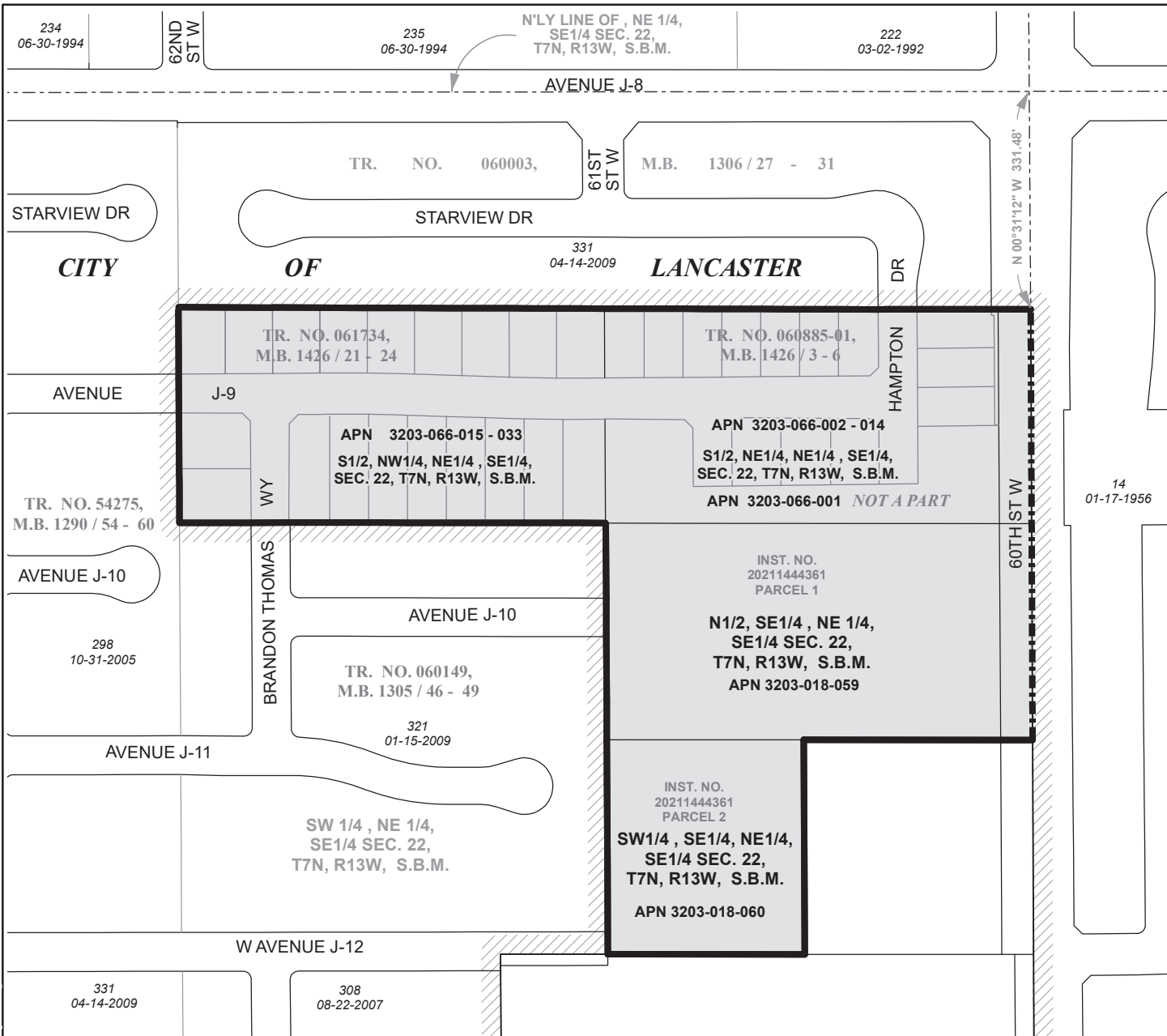
**AGENDA DATE:** Resolution Making Application to LAFCO ..... May 11, 2023

**LOCATION:** Located on the north side of Avenue J-12 and the west side of 60th Street West, all within the City of Lancaster.

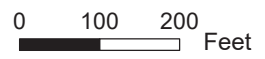
<b>PROCESSING FEES:</b>	District	\$ 7,020.00
	Local Agency Formation Commission	3,500.00
	State Board of Equalization	<u>800.00</u>
	Total:	<u>\$ 11,320.00</u>

**DESCRIPTION & REMARKS:** The annexation consists of 68 proposed single-family homes.

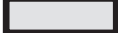






VICINITY MAP  
NO SCALE



**"FOR TAX ASSESSMENT  
PURPOSES ONLY"**

Annexation No. 439 shown thus .....   
 Boundary of Sanitation District No. 14  
 prior to Annexation No. 439 shown thus .....   
 Prior Annexations shown thus .....   
 Area of Annexation ..... 17.523 Acres

ANNEX. NO.  
(RECORDING DATE)

COUNTY SANITATION DISTRICT NO. 14  
 OF LOS ANGELES COUNTY, CA  
 OFFICE OF CHIEF ENGINEER  
 ROBERT C. FERRANTE  
 CHIEF ENGINEER & GENERAL MANAGER  
**ANNEXATION NO. 439**  
 TO  
 COUNTY SANITATION DISTRICT NO. 14  
 Recorded:

LA County Assessor Landbase  
 CAMS Centerline, DPW City boundary  
 LA County Sanitation Districts:  
 Annexation Layer and District Layer

## NOTICE OF FINDING/CERTIFICATE OF FILING

ANNEXATION NO. 439 TO COUNTY SANITATION DISTRICT NO. 14

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The annexation consists of 68 proposed single-family homes.

1. **BASED UPON REVIEW AND STUDY, I FIND AND CERTIFY THAT:**

- The annexation **is exempt** from the provisions of the California Environmental Quality Act, pursuant to the State CEQA Guidelines,

Section:

Reason:

- The **Negative Declarations** are adequate for consideration of the annexation.

- The **Environmental Impact Report** is acceptable for consideration of the annexation.

**ISSUED BY:**

- Los Angeles County Department of Regional Planning

- City of Lancaster

2. The subject annexation has been set for consideration before the Board of Directors of County Sanitation District No. 14 at their meeting to be held on May 11, 2023, at the time and place as provided for the meeting of said date.
3. The subject annexation and all related documents are on file in the office of the Chief Engineer and General Manager, Los Angeles County Sanitation Districts, 1955 Workman Mill Road, (P.O. Box 4998) Whittier, California and may be examined by any interested person for further particulars. Telephone: (562) 908-4288, extension 2708.



Stan Pegadiotes  
Division Engineer  
Facilities Planning Department

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES  
ACTING IN BEHALF OF

- Los Angeles County General Fund
- Los Angeles County Library
- Los Angeles County Waterworks #40 - Antelope Valley
- Los Angeles County Consolidated Fire Protection District

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 14 OF LOS ANGELES  
COUNTY, AND THE GOVERNING BODIES OF

- Antelope Valley Cemetery District
- Antelope Valley Mosquito & Vector Control District
- Antelope Valley Resource Conservation District
- City of Lancaster
- Antelope Valley - East Kern Water Agency

APPROVING AND ACCEPTING NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES  
RESULTING FROM ANNEXATION TO COUNTY SANITATION DISTRICT NO. 14

**"ANNEXATION NO. 439"**

**WHEREAS**, pursuant to Section 99 and 99.01 of the Revenue and Taxation Code, prior to the effective date of any jurisdictional change which will result in a special district providing a new service, the governing bodies of all local agencies that receive an apportionment of the property tax from the area must determine the amount of property tax revenues from the annual tax increment to be exchanged between the affected agencies and approve and accept the negotiated exchange of property tax revenues by resolution; and

**WHEREAS** , the governing bodies of the agencies signatory hereto have made determinations of the amount of property tax revenues from the annual tax increments to be exchanged as a result of the annexation to County Sanitation District No. 14 entitled *Annexation No. 439*;

**NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:**

1. The negotiated exchange of property tax revenues resulting from the annexation of territory to County Sanitation District No. 14 in the annexation entitled *Annexation No. 439* is approved and accepted.
2. For each fiscal year commencing on July 1, 2022, or after the effective date of this jurisdictional change, whichever is later, the County Auditor shall transfer to County Sanitation District No. 14 a total of 0.3282038 percent of the annual tax increment attributable to the land area encompassed within *Annexation No. 439* as shown on the attached Worksheet.

3. No additional transfer of property tax revenues shall be made from any other tax agencies to County Sanitation District No. 14 as a result of annexation entitled *Annexation No. 439*.

4. No transfer of property tax increments from properties within a community redevelopment project, which are legally committed to a Community Redevelopment Agency, shall be made during the period that such tax increment is legally committed for repayment of the redevelopment project costs.

5. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

The foregoing resolution was adopted by the Board of Supervisors of the County of Los Angeles, the Board of Directors of County Sanitation District No. 14 of Los Angeles County, and the governing bodies of Antelope Valley Cemetery District, Antelope Valley Mosquito & Vector Control District, Antelope Valley Resource Conservation District, City of Lancaster, and Antelope Valley - East Kern Water Agency, signatory hereto.

COUNTY SANITATION DISTRICT NO. 14  
OF LOS ANGELES COUNTY

\_\_\_\_\_  
Chairperson, Board of Directors

ATTEST:

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

**(SIGNED IN COUNTERPART)**

**COUNTY SANITATION DISTRICT NO. 14 OF LOS ANGELES COUNTY**

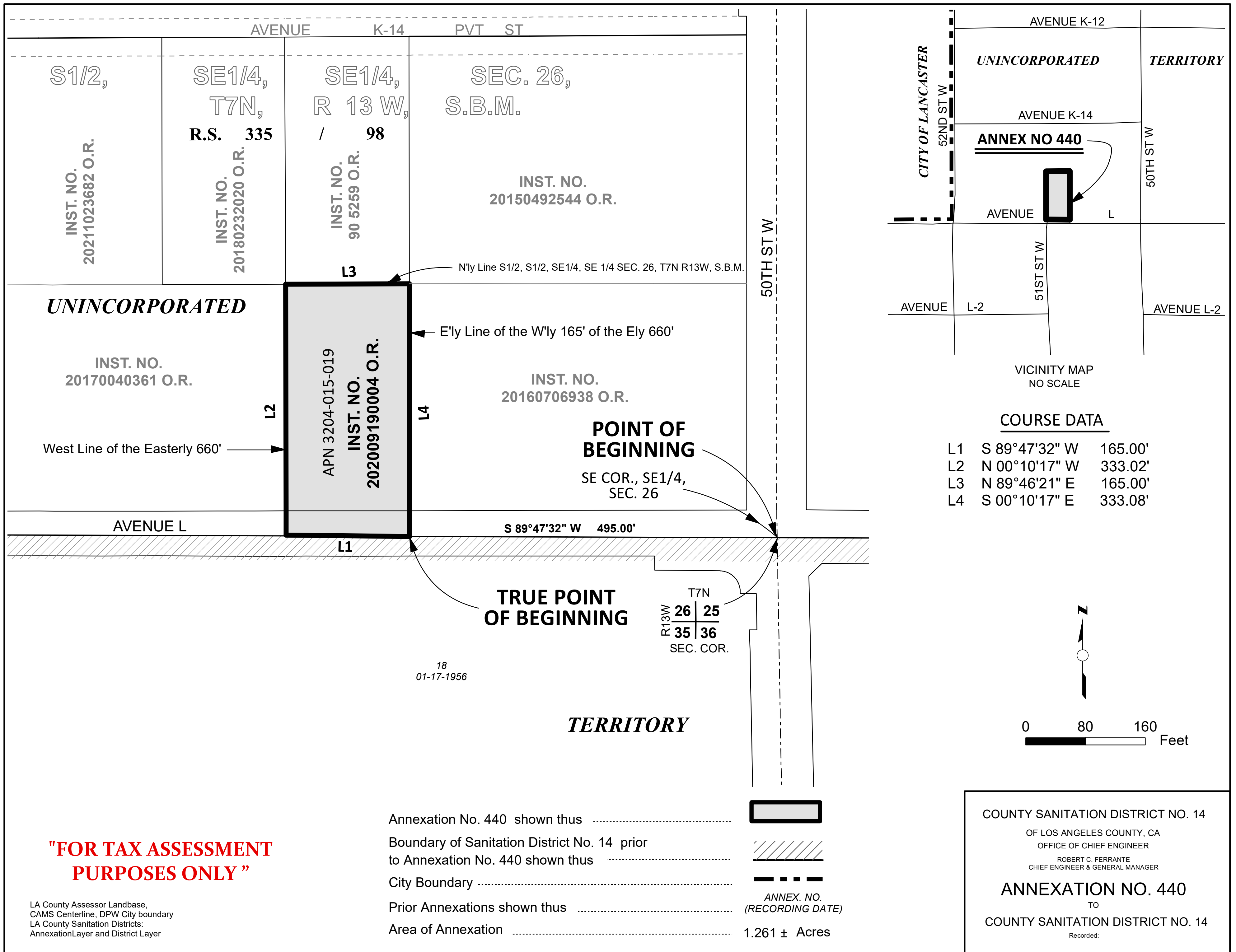
**PROPOSED ANNEXATION NO. 440**

**AGENDA DATE:** Resolution Making Application to LAFCO ..... May 11, 2023

**LOCATION:** Located on the north side of Avenue L approximately 500 feet west of 50th Street West, all within unincorporated Los Angeles County, as shown on the attached map.

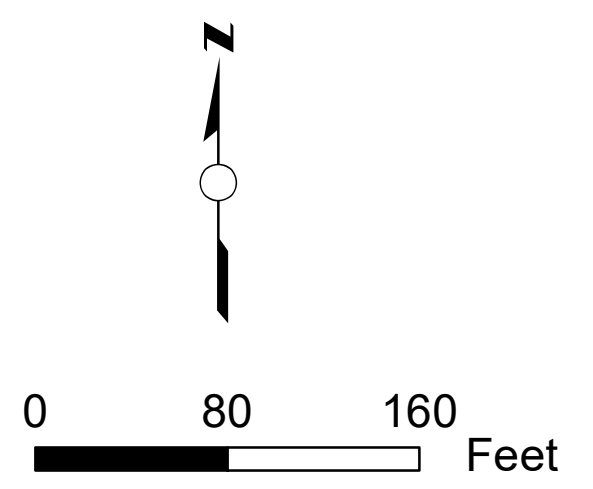
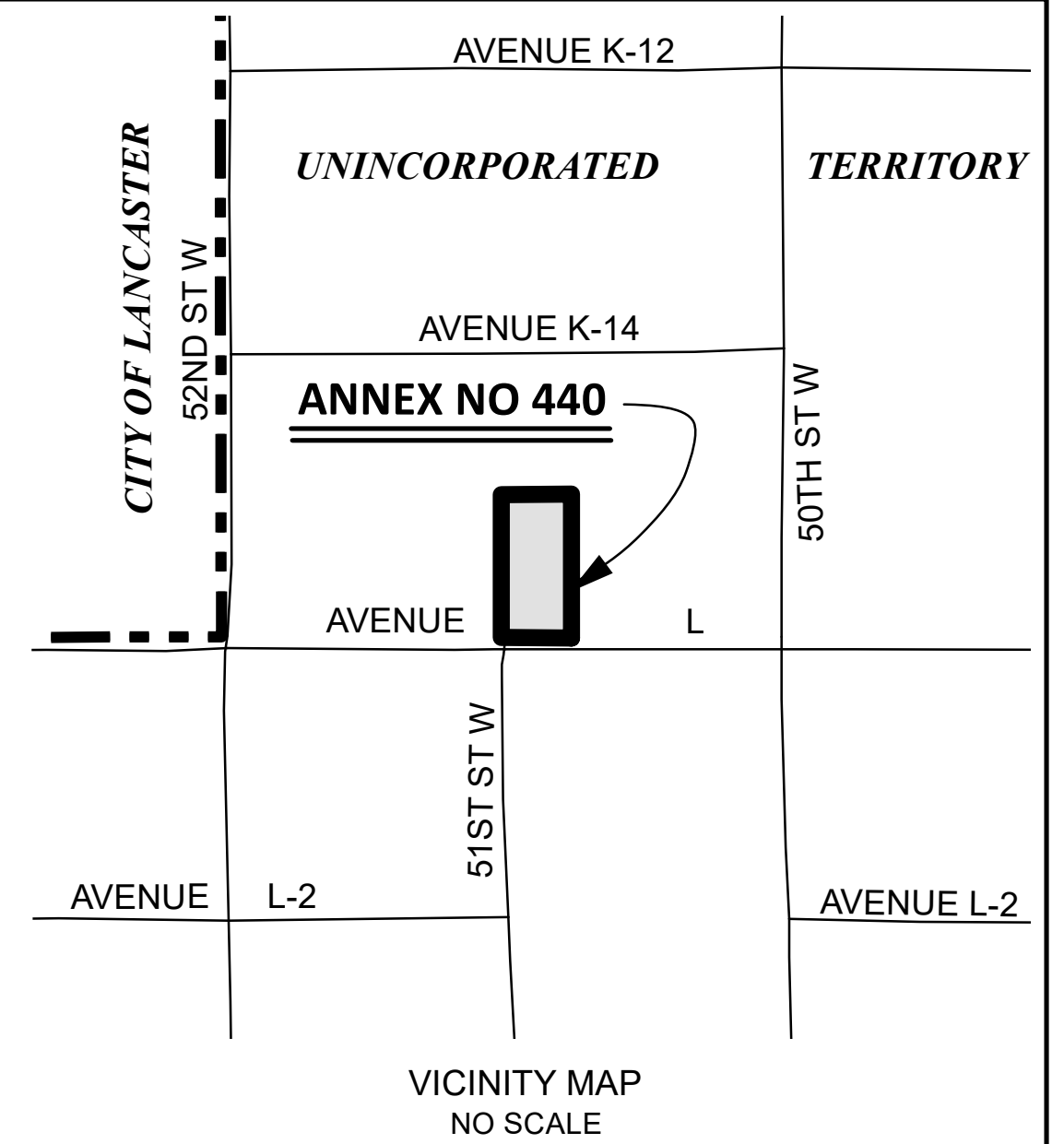
<b>PROCESSING FEES:</b>	District	\$ 1,450.00
	Local Agency Formation Commission	2,500.00
	State Board of Equalization	<u>350.00</u>
	Total:	\$ <u>4,300.00</u>

**DESCRIPTION & REMARKS:** The annexation consists of one proposed single-family home.



**"FOR TAX ASSESSMENT PURPOSES ONLY"**

LA County Assessor Landbase,  
 CAMS Centerline, DPW City boundary  
 LA County Sanitation Districts:  
 AnnexationLayer and District Layer



COUNTY SANITATION DISTRICT NO. 14  
 OF LOS ANGELES COUNTY, CA  
 OFFICE OF CHIEF ENGINEER  
 ROBERT C. FERRANTE  
 CHIEF ENGINEER & GENERAL MANAGER

**ANNEXATION NO. 440**  
 TO  
 COUNTY SANITATION DISTRICT NO. 14

Recorded:

## NOTICE OF FINDING/CERTIFICATE OF FILING

ANNEXATION NO. 440 TO COUNTY SANITATION DISTRICT NO. 14

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The annexation consists of one proposed single-family home.

1. **BASED UPON REVIEW AND STUDY, I FIND AND CERTIFY THAT:**

- The annexation **is exempt** from the provisions of the California Environmental Quality Act, pursuant to the State CEQA Guidelines,

Section: 15319(b)

Reason: Annexations of small parcels of the minimum size for facilities exempted by Section 15303, New Construction or Conversion of Small Structures

- The **Negative Declaration** is adequate for consideration of the annexation.

- The **Environmental Impact Report** is acceptable for consideration of the annexation.

2. The subject annexation has been set for consideration before the Board of Directors of County Sanitation District No. 14 at their meeting to be held on May 11, 2023, at the time and place as provided for the meeting of said date.
3. The subject annexation and all related documents are on file in the office of the Chief Engineer and General Manager, Los Angeles County Sanitation Districts, 1955 Workman Mill Road, (P.O. Box 4998) Whittier, California and may be examined by any interested person for further particulars. Telephone: (562) 908-4288, extension 2708.



Stan Pegadiotes  
Division Engineer  
Facilities Planning Department

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES  
ACTING IN BEHALF OF

- Los Angeles County General Fund
- Los Angeles County Library
- Los Angeles County Road District #5
- Los Angeles County Consolidated Fire Protection District

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 14 OF LOS ANGELES  
COUNTY, AND THE GOVERNING BODIES OF

- Antelope Valley Cemetery District
- Antelope Valley Mosquito & Vector Control District
- Antelope Valley Resource Conservation District
- Antelope Valley - East Kern Water Agency
- Palm Ranch Irrigation District

APPROVING AND ACCEPTING NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES  
RESULTING FROM ANNEXATION TO COUNTY SANITATION DISTRICT NO. 14

**"ANNEXATION NO. 440"**

**WHEREAS**, pursuant to Section 99 and 99.01 of the Revenue and Taxation Code, prior to the effective date of any jurisdictional change which will result in a special district providing a new service, the governing bodies of all local agencies that receive an apportionment of the property tax from the area must determine the amount of property tax revenues from the annual tax increment to be exchanged between the affected agencies and approve and accept the negotiated exchange of property tax revenues by resolution; and

**WHEREAS** , the governing bodies of the agencies signatory hereto have made determinations of the amount of property tax revenues from the annual tax increments to be exchanged as a result of the annexation to County Sanitation District No. 14 entitled *Annexation No. 440*;

**NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:**

1. The negotiated exchange of property tax revenues resulting from the annexation of territory to County Sanitation District No. 14 in the annexation entitled *Annexation No. 440* is approved and accepted.
2. For each fiscal year commencing on July 1, 2022, or after the effective date of this jurisdictional change, whichever is later, the County Auditor shall transfer to County Sanitation District No. 14 a total of 0.333497 percent of the annual tax increment attributable to the land area encompassed within *Annexation No. 440* as shown on the attached Worksheet.



3. No additional transfer of property tax revenues shall be made from any other tax agencies to County Sanitation District No. 14 as a result of annexation entitled *Annexation No. 440*.

4. No transfer of property tax increments from properties within a community redevelopment project, which are legally committed to a Community Redevelopment Agency, shall be made during the period that such tax increment is legally committed for repayment of the redevelopment project costs.

5. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

The foregoing resolution was adopted by the Board of Supervisors of the County of Los Angeles, the Board of Directors of County Sanitation District No. 14 of Los Angeles County, and the governing bodies of Antelope Valley Cemetery District, Antelope Valley Mosquito & Vector Control District, Antelope Valley Resource Conservation District, Antelope Valley - East Kern Water Agency, and Palm Ranch Irrigation District, signatory hereto.

COUNTY SANITATION DISTRICT NO. 14  
OF LOS ANGELES COUNTY

\_\_\_\_\_  
Chairperson, Board of Directors

ATTEST:

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

**(SIGNED IN COUNTERPART)**



February 3, 2023

Boards of Directors  
Los Angeles County Sanitation Districts

Directors:

**Wastewater Revenue Program for Fiscal Year 2023-24**

The agendas for the upcoming meetings of the Boards of Directors contain an item regarding the District's service charges for residential, commercial, and small industrial dischargers which are collected on the property tax roll.

**The current service charge rates have previously been adopted by the Boards and no changes are being proposed to these rates. However, in order to continue to collect the service charge on the property tax roll the Boards must take certain actions.** Specifically, pursuant to state law, the Boards must: (1) order a Service Charge Report be filed with the District Clerk, (2) establish the date, time, and place for a public hearing on the report; and (3) direct the publication of the required notices.

**SERVICE CHARGE AND SURCHARGE RATES**

The service charge rates for the current fiscal year are attached. No change to the adopted rates is proposed for fiscal year 2023-24. Multi-family residential units will pay 60% of the adopted single-family home rate and condominiums will pay 75% of the adopted single-family home rate. Likewise, commercial and industrial dischargers will pay in proportion to their use of the wastewater management system compared to a single-family home. Dischargers with verified low water usage (particularly seniors and retirees) may also qualify for a reduced charge.

**BUDGET FOR FISCAL YEAR 2023-24**

Enclosed for your review is the preliminary budget for fiscal year 2023-24; a list of proposed capital projects (if any); a list of user fees; information on the monies set aside in various funds/reserves; and an explanation of terms used in the budget. The funds and reserves were established and funded in accordance with the District's Wastewater Financial Reserve Policy. If applicable, a preliminary budget for the Joint Outfall System (JOS) for fiscal year 2023-24, a list of proposed JOS capital projects, and information on JOS reserves has also been included to provide more detail on the District's share of Joint Outfall expenses, but will only be adopted by District 2, the administrative District for the JOS.

A final budget will be presented to the Board for consideration in June as part of the overall budgetary process, adoption of which will authorize budget appropriations.

**LOW WATER REBATE PROGRAM**

Because the cost of metering wastewater discharges from individual parcels is impractical and cost prohibitive, discharges are estimated using standard loading factors based on the size and types of facilities located on the parcel. With the ongoing efforts by local communities to conserve water and install low-flow plumbing fixtures, many parcels may be discharging at lower rates than is currently estimated. The Districts' low water rebate program allows parcel owners to apply for a reduction in their service charge rate based on their actual water usage. Staff has conducted a concerted public outreach program, including information on the program in our Proposition

218 notices, newspaper advertisements, and the Districts' website, to ensure that parcel owners are aware of the program.

SUMMARY OF REQUIRED ACTIONS

As previously discussed, the Board must order the filing of a Service Charge Report (enclosed) with the District Clerk. The Board must also schedule a public hearing and instruct the District Clerk to publish newspaper notices to inform the public of the hearing. After the close of its public hearing, the Board will consider adoption of the Service Charge Report, as is required under the California Health and Safety Code in order for the District to continue to collect the previously approved wastewater service charge as a separate line item on the property tax roll. This is the most cost-effective and efficient means of collecting the service charges. It is recommended that the public hearing be set for the date, time and location listed on the agenda.

At the June Board meetings, final budgets will be presented to the Boards of Directors for consideration as part of the overall budgetary process, adoption of which will authorize budget appropriations. In addition, the Boards must take certain administrative actions that are required of all agencies that receive ad valorem taxes. These include establishing by resolution the amount of the tax levy Districts will request from the Los Angeles County Tax Collector and adopting a limit on authorized expenditures of tax proceeds.

Very truly yours,



Robert C. Ferrante

RCF:gc  
Enclosures

# COUNTY SANITATION DISTRICT NO. 14 SERVICE CHARGE REPORT FOR FISCAL YEAR 2023-24

## INTRODUCTION

County Sanitation District No. 14 of Los Angeles County encompasses portions of the cities of Lancaster and Palmdale and unincorporated Los Angeles County.

District No. 14 provides wastewater management services for the area described above. The District is responsible for the operation and maintenance of the Lancaster Water Reclamation Plant and the large trunk sewers which convey wastewater to this facility. These services are essential to protect the public health of the people served by the system.

District No. 14 must provide the revenue required to operate and maintain its facilities. The general revenue sources currently available to the District include a pro rata share of the ad valorem (property) taxes, service charges, industrial wastewater surcharges, interest income, contract revenue and reserves. Any surplus will be transferred to designated reserves to meet targeted reserve requirements.

## PROPOSED SYSTEM DESCRIPTION

The required supplemental revenue under the *Master Service Charge Ordinance of County Sanitation District No. 14 of Los Angeles County* will be allocated among classes of developed parcels of real property on the basis of use of the sewerage system. The revenue derived from the service charge will be used for operation and maintenance and capital costs.

All industrial dischargers in District No. 14 discharging more than 1.0 million gallons per year are required to file a wastewater surcharge statement as prescribed in the Wastewater Ordinance to pay their appropriate share of the costs based on their use of the sewerage system. All other users of the sewerage system, except for contractual and local government users, will pay service charges.

The basic term used to define the service charge is a sewage unit. A sewage unit represents the average daily quantity of sewage flow and strength from a single-family home measured in terms of flow, chemical oxygen demand, and suspended solids. The number of sewage units (SU) per unit of measure shall be determined by the following formula:

$$\text{SU} = A \left( \frac{\text{FLOW}_{\text{avg}}}{\text{FLOW}_{\text{sfh}}} \right) + B \left( \frac{\text{COD}_{\text{avg}}}{\text{COD}_{\text{sfh}}} \right) + C \left( \frac{\text{SS}_{\text{avg}}}{\text{SS}_{\text{sfh}}} \right)$$

where:

A = The proportion of the total operation and maintenance and capital costs required for conveyance, treatment, and disposal of wastewater for the fiscal year which is attributable to flow;

B = The proportion of the total operation and maintenance and capital costs required for conveyance, treatment, and disposal of wastewater for the fiscal year which is attributable to COD;

C = The proportion of the total operation and maintenance and capital costs required for conveyance, treatment, and disposal of wastewater for the fiscal year which is attributable to suspended solids;

FLOW<sub>sfh</sub> = Average flow of wastewater from a single-family home in gallons per day;

COD<sub>sfh</sub> = Average loading of COD in the wastewater from a single-family home in pounds per day;

SS<sub>sfh</sub> = Average loading of suspended solids in the wastewater from a single-family home in pounds per day;

FLOW<sub>avg</sub> = Estimated flow of wastewater which will enter the sewerage system from a user in gallons per day;

COD<sub>avg</sub> = Estimated loading of COD which will enter the sewerage system from a user in pounds per day;

SS<sub>avg</sub> = Estimated loading of suspended solids which will enter the sewerage system from a user in pounds per day.

For fiscal year 2023-24, the proportions of the total operation and maintenance and capital costs attributable to flow, chemical oxygen demand, and suspended solids have been assigned the following values:

A	=	0.3863
B	=	0.3210
C	=	0.2927

The service charge for each sewage unit is determined by dividing the total required supplemental revenue by the total number of sewage units in the District. The service charge for each parcel is determined by multiplying the service charge for each sewage unit by the number of sewage units attributable to the parcel, which in turn, is determined by the class of real property and the sewage unit formula and the flow, COD and SS loadings from Table 1, which shows the corresponding value for each class of real property in District No. 14.

Based upon presently anticipated sources of funds, the service charge rate for fiscal year 2023-24 is \$487.88 per sewage unit. Parcels with significantly lower water usage may be eligible for a reduced rate pursuant to the terms of the *Master Service Charge Ordinance of County Sanitation District No. 14 of Los Angeles County*.

**DESCRIPTION OF PARCELS RECEIVING SERVICES AND IDENTIFICATION OF AMOUNT OF CHARGE FOR EACH PARCEL**

All parcels of real property within the 2023-24 Tax Rate Areas as shown in Table 2 are receiving or benefiting from the services and facilities of District No. 14. Additionally, the parcels listed in Table 3, which do not fall within the Tax Rate Areas shown in Table 2, are receiving or benefiting from the services and facilities of District No. 14. Said parcels are more particularly described in maps prepared in accordance with Section 327, Revenue and Taxation Code, which are on file in the office of the County Assessor, which maps are hereby incorporated herein by reference.

All commercial and institutional parcels assessed a service charge based on the Los Angeles County Assessor's current tax roll shall be charged on the basis of not less than one (1.0) sewage unit.

No charge shall be imposed on the owner or owners of any parcels as to which the fair market value of improvements is less than \$1,000 as determined on the basis of the Assessor's current tax roll. This assumption is predicated on the fact that this type of parcel would be a vacant piece of land; however, should subsequent evaluation reveal that the property is not vacant, then an appropriate service charge would be levied.

**TABLE 1  
LOADINGS FOR EACH CLASS OF LAND USE**

<b><u>DESCRIPTION</u></b>	<b><u>UNIT OF MEASURE</u></b>	<b><u>FLOW (Gallons per Day)</u></b>	<b><u>COD (Pounds per Day)</u></b>	<b><u>SUSPENDED SOLIDS (Pounds per Day)</u></b>
<b>RESIDENTIAL</b>				
Single Family Home	Dwelling Unit	260	1.22	0.59
Condominiums	Dwelling Unit	195	0.92	0.44
Multi-Unit Residential	Dwelling Unit	156	0.73	0.35
Mobile Home Parks	No. of Spaces	156	0.73	0.35
<b>COMMERCIAL</b>				
Hotel/Motel/Rooming House	Room	125	0.54	0.28
Store	1000 ft <sup>2</sup>	100	0.43	0.23
Supermarket	1000 ft <sup>2</sup>	150	2.00	1.00
Shopping Center	1000 ft <sup>2</sup>	325	3.00	1.17
Regional Mall	1000 ft <sup>2</sup>	150	2.10	0.77
Office Building	1000 ft <sup>2</sup>	200	0.86	0.45
Medical, Dental, Veterinary Clinic or Building	1000 ft <sup>2</sup>	300	1.29	0.68
Restaurant	1000 ft <sup>2</sup>	620	10.34	3.10
Indoor Theatre	1000 ft <sup>2</sup>	125	0.54	0.28
Car Wash				
Tunnel - No Recycling	1000 ft <sup>2</sup>	3,700	15.86	8.33
Tunnel - Recycling	1000 ft <sup>2</sup>	2,700	11.74	6.16
Wand	1000 ft <sup>2</sup>	700	3.00	1.58
Bank, Credit Union	1000 ft <sup>2</sup>	100	0.43	0.23
Service Shop, Vehicle Maintenance & Repair Shop	1000 ft <sup>2</sup>	100	0.43	0.23
Animal Kennels	1000 ft <sup>2</sup>	100	0.43	0.23
Gas Station	1000 ft <sup>2</sup>	100	0.43	0.23
Auto Sales	1000 ft <sup>2</sup>	100	0.43	0.23
Wholesale Outlet	1000 ft <sup>2</sup>	100	0.43	0.23
Nursery/Greenhouse	1000 ft <sup>2</sup>	25	0.11	0.06
Manufacturing	1000 ft <sup>2</sup>	200	1.86	0.70
Light Manufacturing =< 300,000 sq ft	1000 ft <sup>2</sup>	25	0.23	0.09
Light Manufacturing > 300,000 sq ft	1000 ft <sup>2</sup>	10	0.09	0.05
Lumber Yard =< 300,000 sq ft	1000 ft <sup>2</sup>	25	0.23	0.09
Lumber Yard > 300,000 sq ft	1000 ft <sup>2</sup>	10	0.09	0.05
Warehousing =< 300,000 sq ft	1000 ft <sup>2</sup>	25	0.23	0.09
Warehousing > 300,000 sq ft	1000 ft <sup>2</sup>	10	0.09	0.05
Open Storage =< 300,000 sq ft	1000 ft <sup>2</sup>	25	0.23	0.09
Open Storage > 300,000 sq ft	1000 ft <sup>2</sup>	10	0.09	0.05
Drive-in Theatre	1000 ft <sup>2</sup>	20	0.09	0.05
Night Club	1000 ft <sup>2</sup>	350	1.50	0.79

<u>DESCRIPTION</u>	<u>UNIT OF MEASURE</u>	<u>FLOW (Gallons per Day)</u>	<u>COD (Pounds per Day)</u>	<u>SUSPENDED SOLIDS (Pounds per Day)</u>
<b>COMMERCIAL</b>				
Bowling/Skating	1000 ft <sup>2</sup>	150	1.76	0.55
Club& Lodge Halls	1000 ft <sup>2</sup>	125	0.54	0.27
Auditorium, Amusement	1000 ft <sup>2</sup>	350	1.50	0.79
Golf Course and Park (Structures and Improvements)	1000 ft <sup>2</sup>	100	0.43	0.23
Campground, Marina, Recreational Vehicle Park	Sites, Slips, or Spaces	55	0.34	0.14
Convalescent Home	Bed	125	0.54	0.28
Horse Stables	Stalls	25	0.23	0.09
Laundromat	1000 ft <sup>2</sup>	3,825	16.40	8.61
Mortuary, Funeral Home	1000 ft <sup>2</sup>	100	1.33	0.67
Health Spa, Gymnasium With Showers	1000 ft <sup>2</sup>	600	2.58	1.35
Without Showers	1000 ft <sup>2</sup>	300	1.29	0.68
Convention Center, Fairground, Racetrack, Sports Stadium/Arena	Average Daily Attendance	10	0.04	0.02
<b>INSTITUTIONAL</b>				
College/University	Student	20	0.09	0.05
Private School	1000 ft <sup>2</sup>	200	0.86	0.45
Library, Museum	1000 ft <sup>2</sup>	100	0.43	0.23
Post Office (Local)	1000 ft <sup>2</sup>	100	0.43	0.23
Post Office (Regional)	1000 ft <sup>2</sup>	25	0.23	0.09
Church	1000 ft <sup>2</sup>	50	0.21	0.11

**TABLE 2  
TAX RATE AREAS IN SANITATION DISTRICT NO. 14**

000229	000237	000242	000254	000255
000264	001446	001599	001632	001739
001751	001779	001837	001838	001948
001962	001977	001993	002036	002203
002279	002368	002370	002400	002401
002404	002405	002406	002413	002415
002428	002431	002432	002437	002438
002440	002441	002443	002459	002464
002498	002546	002548	002549	002551
002959	003440	003446	003452	003453
003466	003468	003650	003733	003803
003853	003881	003905	003907	003908
003909	003912	003981	003994	004170
004299	004647	004754	004786	004796
004817	004820	004823	004826	004837
004840	004841	004844	004846	004847
004852	004854	004856	004860	004861
004863	004866	004878	004879	004886
004889	004890	004891	004892	004893
004895	004896	004897	004899	004900
004901	004911	005221	005227	005228
005229	005290	005292	005372	005385
005392	005397	005401	005403	005404
005405	005406	005407	005409	005410
005412	005438	005452	005454	005456
005457	005458	005459	005460	005467
005469	005471	005494	005553	005558
005559	005569	005605	005606	005607
005610	005618	005627	005628	005631
005635	005636	005642	005695	005711



005720	005726	005729	005733	005739
005744	005747	005755	005799	005809
005814	005815	005816	005818	005821
005823	005824	005827	005828	005833
005835	005837	005838	005844	005845
005847	005849	005850	005854	005856
005858	005859	005861	005863	005864
005866	005870	005871	005872	005873
005877	005881	005882	005884	005885
005886	005887	005888	005889	005890
005891	005895	005896	005897	005899
006024	006026	006048	006083	006084
006085	006098	006104	006105	006106
006109	006117	006122	006124	006146
006164	006171	006176	006228	006239
006243	006257	006273	006274	006306
006317	006393	006587	006673	006727
006731	006741	006840	006851	007237
007238	007264	007350	007613	007639
007712	007713	007714	007715	007716
007888	008021	008023	008083	008085
008369	008388	008393	008545	008555
008557	008563	008583	008622	008648
008650	008773	009041	009205	009412
009537	009540	009543	009554	009557
009562	009568	009569	009575	009583
009592	009595	009596	009598	009609
009776	009777	009778	009779	009804
009805	009809	009810	009812	009816
009826	009827	009841	009845	009846
009886	009895	009905	009911	009915

009916	009918	009919	009920	009921
009923	009927	009929	009930	009931
009932	009933	009934	009991	009992
009993	009994	009995	009997	010221
010226	010228	010229	010234	010239
010240	010241	010259	010261	010264
010312	010322	010332	010351	010397
010402	010404	010460	010464	010474
010475	010482	010553	010572	010604
010605	010626	010647	010664	010665
010666	010668	010669	010670	010715
010724	010725	010773	010775	010776
010780	010800	011057	011082	011090
011091	011092	011093	011096	011120
011148	011177	011188	011230	011231
011251	011336	011354	011361	011374
011379	011384	011398	011415	011416
011430	011435	011441	011442	011443
011487	011489	011490	011491	011530
011531	011581	011586	011633	011635
011649	011697	011698	011718	011732
011822	011871	011872	012128	012264
012389	012555	012556	012568	012571
012591	012640	012659	012660	012662
012666	012672	012673	012735	012746
012748	012751	012760	012762	012777
012834	012840	012863	012888	013177
013279	013312	013346	013375	013377
013378	013446	013447	013463	013464
013468	013471	013472	013508	013509
013529	013558	013585	013616	013619

013620	013621	013625	013799	013800
013801	013809	013812	013817	013825
013856	013895	013900	013901	013903
013904	013910	013911	013913	013915
013916	013918	013920	013923	013927
013928	013931	013932	013935	013936
013950	013987	013988	013991	013992
013993	013996	013997	014008	014011
014012	014019	014020	014030	014031
014055	014066	014068	014123	014134
014135	014136	014137	014138	014139
014140	014144	014146	014154	014165
014244	014292	014293	014294	014304
014306	014307	014308	014347	014371
014376	014400	014432	014439	014440
014442	014447	014448	014449	014450
014452	014453	014456	014504	014522
014523	014524	014527	014530	014531
014532	014540	014541	014542	014543
014544	014545	014573	014575	014576
014641	014646	014653	014659	014660
014666	014677	014688	014729	014731
014732	014742	014743	014744	014850
014851	014852	014854	014881	014882
014883	014884	014885	014886	014887
014888	014889	014890	014892	014893
014894	014895	014896	014897	014904
014928	014930	014944	014952	015003
015004	015005	015011	015013	015014
015018	015020	015021	015026	015027
015032	015035	015059	015068	015069

015076	015102	015122	015126	015127
015129	015130	015133	015134	015176
015195	015197	015198	015219	015223
015225	015229	015230	015232	015233
015268	015270	015271	015272	015274
015276	015305	015309	015323	015328
015329	015330	015334	015336	015337
015341	015345	015346	015347	015371
015373	015375	015376	015415	015417
015472	015473	015474	015557	015559
015571	015770	015772	015777	015790
015805	015806	015808	015809	015810
015846	016137	016148	016149	016156
016157	016161	016219	016225	016282
016302	016303	016304	016327	016341
016343	016347	016349	016351	016420
016421	016424	016425	016510	016571
016652	016668	016669	016724	016731
016732	016766	016779	016782	016789
016823	016825	016826	016832	016929
016934	016937	016938	016996	017007
017069	017070	017072	017123	017126
017127				

**TABLE 3  
 PARCEL NUMBERS SERVED BY SANITATION DISTRICT NO. 14  
 OUTSIDE OF TAX RATE AREAS**

3001094033	3001138001	3001138002	3001138003	3001138004	3005039001
3005039002	3005039003	3005039004	3005039005	3005039006	3005039007
3005039008	3005039009	3005039010	3005039011	3005039012	3005039014
3005040011	3005040012	3005040013	3005040014	3005040015	3005040016
3005040017	3005040018	3005040019	3005040020	3005040021	3005040022
3005040023	3005040024	3005040025	3005040026	3005040027	3005040028
3005040029	3005040035	3005040036	3005040037	3005040038	3005040039
3005040040	3005040041	3005040042	3005040043	3005040044	3005049002
3005049023	3101005020	3101009025	3101014045	3101015029	3110006021
3129027055	3129027062	3203066010	3203066011	3203066015	3203066016
3203066017	3203066018	3203066030	3203066031	3203066032	3203066033
3204068057	3204085027	3208016102			

**County Sanitation District No. 14 of Los Angeles County  
Preliminary Operating Fund Budget (\$000)  
Fiscal Year 2023-24**

	<u>Adopted 2022-23</u>	<u>Proposed 2023-24</u>
<b><u>Starting Balance</u></b>	<b>\$ 26,699</b>	<b>\$ 34,942</b>
 <b><u>Sources of Funds</u></b>		
Service Charge	\$ 33,647	\$ 34,142
Industrial Waste Charges	2,670	2,745
Contract Revenue	1,072	1,235
Agricultural and Recycled Water Sales	481	492
Total Operating Revenue	37,870	38,614
 Ad Valorem Tax Revenue	 2,376	 2,285
Interest	133	874
Total Non-Operating Revenue	2,509	3,159
 Transfers from Designated Funds	 -	 51
Transfers from Restricted Funds	1,637	919
Total Transfers In	1,637	970
 <b>Total Sources of Funds</b>	<b>\$ 42,016</b>	<b>\$ 42,743</b>
 <b><u>Use of Funds</u></b>		
Joint Administration Operations	\$ 3,842	\$ 4,406
Sewer System Operations	564	699
Treatment Plant Operations	12,306	14,826
Other Operational Expenditures	111	127
Operations and Maintenance Expense	16,822	20,059
 Joint Administration Capital	 278	 561
Sewer System Capital	500	2,860
Treatment Plant Capital	5,600	6,800
Capital Expense	6,378	10,221
 Bond Repayment	 13,641	 16,282
Debt Service	13,641	16,282
 Transfers to Designated Reserves	 5,412	 -
Transfers Out	5,412	-
 <b>Total Use of Funds</b>	<b>\$ 42,252</b>	<b>\$ 46,562</b>
 <b><u>Ending Balance</u></b>	<b>\$ 26,463</b>	<b>\$ 31,123</b>

**County Sanitation District No.14 of Los Angeles County  
Capital Project Wastewater Budget (\$000)**

Project Name	Description	FY23-24 Budget	Estimated Completion	Total Budget (1)
District 14 Trunk Sewers Group 1 Rehabilitation	Rehabilitation of corroded sewer	1,660	6/30/24	4,560
District 14 Non-Reinforced Concrete Sewer Rehabilitation (Misc Projects)	Rehabilitation of corroded sewer	600	6/30/30	4,600
Avenue H Trunk Sewer Rehabilitation	Rehabilitation of corroded sewer	300	6/30/25	4,900
Trunk E Sewer Rehabilitation	Rehabilitation of corroded sewer	300	6/30/25	2,100
	Sewer System Total	2,860		
Lancaster WRP Power Distribution System Modifications	Capital improvements to water reclamation plant power distribution system	3,350	6/30/24	8,250
Lancaster WRP Dewatering Facilities Upgrades (Volute Press Equipment Phase II)	Capital improvements to water reclamation plant solids processing	1,000	12/31/24	1,500
Lancaster WRP Maintenance Building	Capital improvements to water reclamation plant	1,000	12/31/24	1,200
Lancaster WRP - RAS Pump Station Retrofit	Capital improvements to water reclamation plant	700	12/31/24	1,000
Lancaster WRP Primary Sludge Pumps Replacement	Lancaster WRP Primary Sludge Pumps Replacement	450	6/30/25	500
Lancaster WRP Laboratory Upgrade	Capital improvements to water reclamation plant laboratory facility	200	6/30/24	200
Lancaster WRP Miscellaneous Maintenance and E&I Capital Projects	Contingency funding for capital improvements to water reclamation plant	100	12/31/32	2,640
	Treatment Plants Total	6,800		
	Total Capital Projects	9,660		

(1) Includes past, current, and future amounts

**County Sanitation District No. 14 of Los Angeles County  
Reserve Funds Proposed Budget (\$000)  
Fiscal Year 2023-24**

	Unrestricted	Designated				Restricted	Total
	Operating	Emergency	O&M Financial Stability	Capital Projects Financial Stability	Rate Stabilization	Capital Improvement	
Starting Balance	\$ 34,942	461	35,296	8,693	-	559	<b>79,951</b>
Operating Revenue	38,614	-	-	-	-	-	<b>38,614</b>
Non-Operating Revenue <sup>(1)</sup>	3,159	12	882	217	-	14	<b>4,284</b>
Capital Revenue <sup>(2)</sup>	-	-	-	-	-	346	<b>346</b>
Transfers In	970	23	2,902	-	-	-	<b>3,895</b>
Operations and Maintenance Expense	20,059	-	-	-	-	-	<b>20,059</b>
Capital Expense	10,221	-	-	-	-	-	<b>10,221</b>
Debt Service	16,282	-	-	-	-	-	<b>16,282</b>
Transfers Out	-	-	23	2,954	-	919	<b>3,895</b>
Ending Balance	<b>31,123</b>	<b>496</b>	<b>39,058</b>	<b>5,957</b>	-	-	<b>76,634</b>

(1) Non - operating revenue for Designated and Restricted Reserves represents projected interest revenue.

(2) Capital revenue for the Capital Improvement Fund represents projected Connection Fee Revenue.



**County Sanitation District No. 14 of Los Angeles County  
Wastewater Budget Rate and Other Information Summary  
Fiscal Year 2023-24**

	<u>Adopted 2022-23</u>	<u>Proposed 2023-24</u>
<b><u>Service Charge Rate</u></b>	487.88	487.88
<b><u>Industrial Waste (Surcharge) Rates</u></b>		
Flow (\$ per MGY)	3,232.00	3,232.00
COD (\$ per 1000 lbs)	363.80	363.80
SS (\$ per 1000 lbs)	878.20	878.20
Peak Flow (\$ per gpm)	621.60	621.60
Short Form Rate (\$ per million gallon per year)	7,190.00	7,190.00
Liquid Waste Disposal (\$ per 100 gallon)	13.70	13.70
<b><u>Total Connection Fee Rate (\$ per Capacity Unit)</u></b>	3,175.52	3,175.52
<b><u>Projected Sewage Units</u></b>		
Residential/Commercial	68,965	69,981
Industrial Waste	2,627	2,528
Industrial Waste Contract	128	69
Contract In	62	85
	<u>71,783</u>	<u>72,662</u>
Total Served Sewage Units		

# Sanitation Districts of Los Angeles County Wastewater Budget Explanation and Glossary of Terms Fiscal Year 2023-24

## INTRODUCTION

The budget package for each District consists of the following sections:

- **Operating Fund Wastewater Budget:** Details of the sources and uses of funds for the Operating Fund, which is the only Unrestricted Reserve fund as described in the District’s wastewater reserve policy. The budget for the upcoming fiscal year is compared to the final adopted budget for the current fiscal year.
- **Proposed Capital Projects:** Shows major capital projects budgeted expenditures for the fiscal year. If a District has no major capital projects budgeted, this section is omitted.
- **Designated and Restricted Reserve Budget:** Provides beginning and ending balances of each category of reserves along with major inflows to and outflows from that reserve.
- **Rate and Other Information Summary:** Shows current and budgeted rates for the various user fees; summary of projected sewage units; and other metrics.

## TERMS USED IN THE BUDGET

Below are explanations of budget line items and other terms used in the budgets. *Note that some terms may not apply for certain Districts.*

<b>Ad Valorem Taxes Revenue</b>	The District’s share of Ad Valorem (property) taxes paid by property owners in the District.
<b>Agricultural and Recycled Water Sales Revenue</b>	Sales of reclaimed water.
<b>Bond Proceeds</b>	Funds received from the issuance of bonds.
<b>Bond Repayment</b>	Interest and principal payments toward bond debt.
<b>Capital Payments by Districts</b>	Payments received by Joint Outfall System Districts to be used toward system’s capital expenditures.
<b>Composting Facility Capital Expenditures</b>	Capital expenditures related to upgrade, repair, or expansion of composting facilities.
<b>Composting Facility Operations and Maintenance Expenditures</b>	Expenditures related to operating and maintaining composting facilities.
<b>Contract Disposal Capital Expenditures</b>	Capital expenditures related to conveyance and treatment of wastewater performed by another entity.

<b>Contract Disposal Operations and Maintenance Expenditures</b>	Expenditures related to the operation and maintenance for conveyance and treatment of wastewater performed by another entity.
<b>Contract Revenue</b>	Commodity and energy revenue; leases; and other similar sources of revenue.
<b>District Sewer System Capital Expenditures</b>	Capital expenditures related to rehabilitation or expansion of the District's sewers and pumping plants.
<b>District's Sewer System Operations Expenditures</b>	Expenditures related to operating and maintaining the District's sewers and pumping plants.
<b>Field Office Capital Expenditures</b>	Capital expenditures related to upgrade, repair, or expansion of field offices.
<b>Grant Revenue</b>	Grant proceeds received, generally state and/or federal grants toward capital projects.
<b>Industrial Waste Revenue</b>	Fees paid by large industrial users of the District's wastewater system.
<b>Interest Revenue</b>	Interest generated by District's Reserves.
<b>Joint Administration Capital Expenditures</b>	The District's share of Joint Capital Expenses minus Joint Capital Revenues.
<b>Joint Administration Operations Expenditures</b>	The District's share of Joint Administration Operating Expenditures less any operational or non-operational Joint Administration Revenues.
<b>Joint Outfall Capital Expenditures</b>	The District's share of the Joint Outfall capital payment.
<b>Joint Outfall Operations Expenditures</b>	The District's share of Joint Outfall System Operating Expenditures less any operational or non-operational Joint Outfall System Revenues.
<b>Loan Proceeds</b>	Funds received from loans taken out to finance capital projects, primarily State Revolving Fund Clean Water Loans.
<b>Loan Repayment</b>	Interest and principal payments toward loans, primarily State Revolving Fund Clean Water Loans.
<b>Operating Fund Ending Balance</b>	Projected balance in the Operating Fund as of June 30 at the end of the fiscal year shown.
<b>Operating Fund Starting Balance</b>	Projected cash balance in the Operating Fund as of July 1 at the beginning of the fiscal year shown.

<b>Operating Payments by Districts</b>	Payments received by Joint Outfall System Districts to be used for system's net operating expenditures.
<b>Other Capital Expenditures</b>	Capital expenditures not related to District's sewers, treatment plants, composing facilities, field offices, or contract disposal.
<b>Other Operational Expenditures</b>	The District's operational expenditures that are not directly related to the District's facilities, such as insurance, annexations, and certain regulatory work.
<b>Service Charge Revenue</b>	Fees paid by residential, commercial, and small industrial users of the District's wastewater system. These fees are generally collected on the property tax bill as a separate line item.
<b>Total Served Sewage Units</b>	Total number of Sewage Units (single family home equivalent dischargers) that are served by treatment plants owned by the Districts.
<b>Transfers from Designated Funds</b>	Funds transferred from Designated Funds when projected operating reserve balance is below target; these funds are to be used toward operating expenditures.
<b>Transfers from Districts</b>	Payments received from Joint Outfall System Districts to fund the Joint Outfall reserves per 7/1/22 Joint Outfall Agreement.
<b>Transfers from Restricted Funds</b>	Funds transferred from Restricted Funds to be used toward capital expenditures.
<b>Transfers to Designated Reserves</b>	Surplus funds at the end of the fiscal year not required for operating or cash-flow purposes that are transferred to designated reserves. Designated reserves are primarily used to help stabilize future rates and to set aside funds for future capital projects.
<b>Transfers to Joint Outfall System</b>	Individual District's contribution to the Joint Outfall System reserves per 7/1/22 Joint Outfall Agreement.
<b>Treatment Plant Capital Expenditures</b>	Capital expenditures related to upgrade, repair, or expansion of treatment plants.
<b>Treatment Plant Operations Expenditures</b>	Expenditures related to operating and maintaining treatment plants.