

Notice and Agenda

REGULAR MEETING — BOARD OF DIRECTORS — COUNTY SANITATION DISTRICT NO. 4

To be held at the OFFICE OF THE DISTRICT  
1955 Workman Mill Road, Whittier, California

*In response to concerns about the Novel Coronavirus (COVID-19), and in accordance with the Governor’s Executive Order N-29-20, Directors will attend these meetings via teleconference. To join the meeting, click <https://us02web.zoom.us/j/8091438308> or enter the Meeting ID 809 143 8308 into the Zoom app on your smartphone or computer. Alternatively, you may join by phone by calling (669) 900-9128 and entering the Meeting ID. You may find further information at: [www.lacsd.org/aboutus/governance/agenda\\_and\\_minutes/default.asp](http://www.lacsd.org/aboutus/governance/agenda_and_minutes/default.asp)*

THE DISTRICT MAY TAKE ACTION ON ANY AGENDA ITEM LISTED BELOW

WEDNESDAY February 10, 2021 At 1:30 P.M.

Governing Body	Director	Alternate
BEVERLY HILLS	FRIEDMAN	WUNDERLICH
LOS ANGELES CITY	MARTINEZ	BUSCAINO
WEST HOLLYWOOD	HORVATH (Chairperson)	-----

1. Public Comment
2. Approve Minutes of Regular Meeting Held December 9, 2020
3. Approve October and November 2020 Expenses in Amount of \$15,977.01

**Summary:** Local District expenses represent costs incurred for operations, maintenance, and capital projects 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 [lacsd.org/financial-documents](http://lacsd.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	\$(19,956.28)*
Capital	34,511.76
Allocated Expenses:	
Joint Administration	725.52
Technical Support	696.01
Total Expenses	<u>\$15,977.01</u>

\*Credit balance due to reclassification of expenses recorded in prior months

4. Receive and Order Filed [Comprehensive Annual Financial Report](#) (CAFR) for Fiscal Year Ending June 30, 2020

**Summary:** Copies of the Districts’ CAFR for the fiscal year ending June 30, 2020, which includes the annual audit required by state and federal laws, have been previously distributed to the Directors. This item is consistent with the Districts’ Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship, and to protect financial and facility assets through prudent investment and maintenance programs.

5. Re: Wastewater Service Charge
  - (a) Order Wastewater Service Charge Report, Containing Description of Each Parcel and Amount of Proposed Wastewater Service Charge for Fiscal Year 2021-22 for Each Parcel; Filed with Clerk of Board of Directors of District
  - (b) Establish Date, Time, and Place for Public Hearing on Report; Order Publication of Required Public Notices

**Summary:** Filing of the Service Charge Report is required each year in order to collect the wastewater service charge on the property tax roll. The current service charge rate per single-family home is \$12.50 per month (\$150 per year) and no increase is recommended for fiscal year 2021-22. A letter discussing the service charge rate, the fiscal year 2021-22 preliminary budget, and related matters accompanies the agenda. Staff recommends that the Public Hearing be held at the Board Meeting scheduled for June 9, 2021. This item is consistent with the Districts’ Guiding Principles of commitment to fiscal

5. Contd.

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.



February 5, 2021

Boards of Directors  
Los Angeles County Sanitation Districts  
of Los Angeles County

Directors:

**Wastewater Revenue Program For Fiscal Year 2021-22**

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 2021-22. 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 2021-22**

Enclosed for your review is the preliminary budget for fiscal year 2021-22; 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 2021-22, 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. 4  
SERVICE CHARGE REPORT FOR FISCAL YEAR 2021-22**

**INTRODUCTION**

County Sanitation District No. 4 of Los Angeles County encompasses all or portions of the cities of Beverly Hills, Los Angeles, and West Hollywood.

District No. 4, unlike other Sanitation Districts within the urbanized Los Angeles basin, does not own treatment and disposal facilities. Although District No. 4 owns and operates several large trunk sewers within the District, the District contracts for treatment and disposal services with the City of Los Angeles. These services are essential to protect the public health of the people served by the system.

District No. 4 must provide the revenue required to operate and maintain its facilities and pay its proportionate share of the operation and maintenance and capital costs of the facilities owned by the City of Los Angeles. 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 supplemental revenue required under the *Master Service Charge Ordinance of County Sanitation District No. 4 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. 4 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>sfn</sub> = Average flow of wastewater from a single-family home in gallons per day;
- COD<sub>sfn</sub> = Average loading of COD in the wastewater from a single-family home in pounds per day;
- SS<sub>sfn</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 2021-22, 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	=	0.3049
B	=	0.3348
C	=	0.3603

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. 4.

Based upon presently anticipated sources of funds, the service charge rate for fiscal year 2021-22 is \$150 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 District No. 4 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 2021-22 Tax Rate Areas as shown in Table 2 are receiving or benefiting from the services and facilities of District No. 4. 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. 4. 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**

<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>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>	1,000	16.68	5.00
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	1000 ft <sup>2</sup>	25	0.23	0.09
Lumber Yard	1000 ft <sup>2</sup>	25	0.23	0.09
Warehousing	1000 ft <sup>2</sup>	25	0.23	0.09
Open Storage	1000 ft <sup>2</sup>	25	0.23	0.09
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
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

<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>				
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. 4**

000043	000193	000490	000944	001319
001320	001329	001349	001362	001364
002407	002411	002420	009970	012150
013623				

**TABLE 3**  
**PARCEL NUMBERS SERVED BY SANITATION DISTRICT NO. 4**  
**OUTSIDE OF TAX RATE AREAS**

4240005011	4336007037	5548020061	5555022028	5555022029	5555022030
5555022031					

**County Sanitation District No. 4 of Los Angeles County  
Operating Fund Preliminary Wastewater Budget (\$000)  
Fiscal Year 2021-22**

	2020-21	2021-22
<b><u>Beginning Balance</u></b>	<b>\$ 3,026</b>	<b>\$ 5,482</b>
<b><u>Sources of Funds</u></b>		
Service Charge	\$ 3,867	\$ 4,083
Industrial Waste	19	29
Total Operating Revenues	3,886	4,112
Ad Valorem Taxes	653	775
Interest	380	408
Total Non-Operating Revenues	1,033	1,183
Transfers from Capital Improvement Funds	2,515	1,310
<b>Total Sources of Funds</b>	<b>\$ 7,433</b>	<b>\$ 6,605</b>
<b><u>Use of Funds</u></b>		
Joint Administration Operations	\$ 10	\$ 16
District No. 4 Sewer System Operations	79	82
Contract Disposal Operations	2,982	3,084
Other Operational Expenditures	58	5
Total Operations and Maintenance Expenditures	3,129	3,186
Joint Administration Capital	1	1
Contract Disposal Capital	2,514	1,812
Total Capital Expenditures	2,515	1,813
Transfers to Designated Reserves	2,441	3,939
<b>Total Use of Funds</b>	<b>\$ 8,085</b>	<b>\$ 8,938</b>
<b><u>Ending Balance</u></b>	<b>\$ 2,374</b>	<b>\$ 3,149</b>

**County Sanitation District No. 4 of Los Angeles County  
Reserve Funds Preliminary Budget (\$000)  
Fiscal Year 2021-22**

	Unrestricted	Designated			Restricted	Total
	Operating Fund	Emergency Fund	O&M Financial Stability Fund	Capital Project Financial Stability Fund	Capital Improvement Fund	
Beginning Balance	<b>\$ 5,482</b>	<b>\$ 157</b>	<b>\$ 34,231</b>	<b>\$ 924</b>	<b>\$ 4,347</b>	<b>\$ 45,141</b>
Total Operating Revenues	4,112	-	-	-	-	4,112
Total Non-operating Revenues (1)	1,183	-	-	-	43	1,226
Total Capital Revenues (2)	-	-	-	-	102	102
Total O&M Expenditures	3,186	-	-	-	-	3,186
Total Capital Expenditures	1,813	-	-	-	-	1,813
Total Debt Service	-	-	-	-	-	-
Net Transfer to (from) Fund	(2,629)	5	3,925	10	(1,310)	-
Ending Balance	<b><u>\$ 3,149</u></b>	<b><u>\$ 162</u></b>	<b><u>\$ 38,155</u></b>	<b><u>\$ 934</u></b>	<b><u>\$ 3,182</u></b>	<b><u>\$ 45,582</u></b>

(1) Total Non-operating Revenues for Designated and Restricted Reserves represent interest revenue restricted to that fund.

(2) Total Capital Revenues for the Capital Improvement Fund are Connection Fees Received.

**County Sanitation District No. 4 of Los Angeles County  
Preliminary Wastewater Budget Rate and Other Information Summary  
Fiscal Year 2021-22**

	<b>2020-21</b>	<b>2021-22</b>
<b><u>Service Charge Rate (\$ per Sewage Unit)</u></b>	150.00	150.00
<b><u>Industrial Waste (Surcharge) Rates</u></b>		
Flow (\$ per million gallon per year)	528.00	528.00
COD (\$ per 1000 lb)	111.20	111.20
SS (\$ per 1000 lb)	335.30	335.30
Peak Flow (\$ per gpm)	45.60	45.60
Short Form Rate (\$ per million gallon per year)	2,192.00	2,192.00
<b><u>Connection Fee Rate (\$ per Capacity Unit)</u></b>	1,710	1,710
<b><u>Projected Sewage Units</u></b>		
Residential and Commercial	25,778	27,218
Industrial Waste	96	193
Total Served Sewage Units	<b>25,875</b>	<b>27,411</b>

**Sanitation Districts of Los Angeles County**  
**Wastewater Budget Explanation and Glossary of Terms**  
**Fiscal Year 2021-22**

**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 preliminary 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>Operating Fund Beginning Balance</b>	Projected cash balance in the Operating Fund as of July 1 at the beginning of the fiscal year shown.
<b>Ad Valorem Taxes Revenue</b>	The District’s share of Ad Valorem (property) taxes paid by property owners in the District.
<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>Industrial Waste Revenue</b>	Fees paid by large industrial users of the District’s wastewater system.
<b>Contract Revenue</b>	Sales of reclaimed water; commodity and energy revenue; leases; and other similar sources of revenue.
<b>Interest Revenue</b>	Interest generated by District’s Unrestricted and Designated Reserves.
<b>Grant Revenue</b>	Grant proceeds received, generally state and/or federal grants toward capital projects.

<b>Loan Proceeds</b>	Funds received from loans taken out to finance capital projects, primarily State Revolving Fund Clean Water Loans.
<b>Transfers from Capital Improvement Funds</b>	Funds transferred from Capital Improvement Funds to be used toward capital expenditures.
<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 Operations Expenditures</b>	The District's share of Joint Outfall System Operating Expenditures less any operational or non-operational Joint Outfall System Revenues
<b>District's Sewer System Operations Expenditures</b>	Expenditures related to operating and maintaining the District's sewers and pumping plants.
<b>Treatment Plant Operations Expenditures</b>	Expenditures related to operating and maintaining treatment plants.
<b>Composting Facility Operations and Maintenance Expenditures</b>	Expenditures related to operating and maintaining composting facilities.
<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>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>Joint Administration Capital Expenditures</b>	The District's share of Joint Capital Expenses minus Joint Capital Revenues.
<b>District Sewer System Capital Expenditures</b>	Capital expenditures related to rehabilitation or expansion of the District's sewers and pumping plants.
<b>Treatment Plant Capital Expenditures</b>	Capital expenditures related to upgrade, repair or expansion of treatment plants.
<b>Composting Facility Capital Expenditures</b>	Capital expenditures related to upgrade, repair or expansion of composting facilities.
<b>Field Office Capital Expenditures</b>	Capital expenditures related to upgrade, repair or expansion of field offices.
<b>Contract Disposal Capital Expenditures</b>	Capital expenditures related to conveyance and treatment of wastewater performed by another entity.

<b>Loan Repayment</b>	Interest and principal payments toward loans, primarily State Revolving Fund Clean Water Loans.
<b>Bond Repayment</b>	Interest and principal payments toward bond debt.
<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>Operating Fund Ending Balance</b>	Projected balance in the Operating Fund as of June 30 at the end of the fiscal year shown.