



May 25, 2021

Boards of Directors  
County Sanitation District No. 27 and  
Newhall Ranch Sanitation District  
of Los Angeles County

Directors:

The enclosed consolidated agenda includes the following items for the regular meetings of the Boards of Directors of District No. 27 and Newhall Ranch Sanitation District meeting Tuesday, June 8, 2021.

1. Minutes. (3 and 5) Copies of the minutes have been provided to each of the Directors.

2. District Expenses. (3 and 5) Local Districts' expenses represent costs incurred for operations, maintenance, and capital projects that are the sole responsibility of the individual District. Each District's share of allocated expenses represents its proportionate share of expenditures made by District No. 2, the Administrative District, on behalf of the individual districts that are parties 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 allocating these costs to 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.

**District No. 27 –**

Local District Expenses:	
Operations & Maintenance (O & M)	\$ 31,084.82
Capital	16,228.00
Allocated Expenses:	
Joint Administration	1,306.38
Total Expenses	<u>\$ 48,619.20</u>

**Newhall Ranch Sanitation District –**

Local District Expenses:	
Operations & Maintenance (O & M)	\$ 51,377.74
Capital	23,111.07
Allocated Expenses:	
Joint Administration	5,987.72
Technical Support	2,831.86
Total Expenses	<u>\$ 83,308.39</u>

3. Appropriations Limit. (3) The Constitution of the State of California, which was amended in November 1979, places a constitutional limit on the authorization to expend the proceeds of taxes levied by state and local government in California. In January 1981, the Government Code was amended to require the governing body for each local jurisdiction to establish, by resolution, an appropriations limit for each fiscal year (FY). The appropriations limit for FY 2021-22 for District No. 27 has been determined by adjusting the previous limit for FY 2020-21, based upon population change factors for Los Angeles County and the change in the California Personal Per Capita Income. This is in accordance with the procedures outlined in Article XIII B and Section 7910 of the California Government Code. The calculations are shown in Exhibit No. 1.

4 and 5. Wastewater Budget Matters for Fiscal Year 2021-22. (3) Attached is a copy of the proposed budget for FY 2021-22 for District No. 27 with a breakdown of the items included in the sewerage system budget. The general revenue sources available to the District are a pro rata share of the ad valorem (property) taxes and interest income. The sewerage system budget was prepared in accordance with the Joint Administration Agreement. In the case of Districts which contract with the City of Los Angeles for sewerage service (District No. 27), the Joint Administration Agreement states that these Districts shall pay one one-hundredth of one percent of all joint expenses. District No. 27 currently owns and operates trunk sewers within the District. However, the District does not own or operate any treatment and disposal facilities. The District contracts for these services with the City of Los Angeles. District's staff has no direct control over the City of Los Angeles' costs. Thus, the portion of the proposed budget attributable to contract disposal Operations and Maintenance (O&M) and capital is a direct reflection of the City of Los Angeles' O&M and capital costs. The local O&M and local capital costs only reflect the cost of operating and maintaining the District's local sewer system.

6. Los Angeles County Sanitation Districts Financing Authority (Authority). (5) Agencies formed under Article I (commencing with Section 6500) of Chapter 5, Division 7, Title 1 of the Government Code of the State of California (the "Joint Powers Law") are permitted to provide financing for any of their members in connection with the acquisition, construction and improvement of public capital improvements, working capital requirements or liability, or other insurance needs of such members or other local agencies. In 1993, the active Sanitation Districts at the time formed such an agency, known as the Los Angeles County Sanitation Districts Financing Authority, for the purpose of assisting in providing financing for purposes which are authorized under the Joint Powers Law. It is recommended that the Newhall Ranch Sanitation District of Los Angeles County (NRSD), now an active district, be added as a party to the Authority's [Joint Exercise of Powers Agreement](#) Joint Exercise of Powers Agreement to facilitate future financing for the NRSD or any of the other Sanitation Districts and that the Chief Engineer and General Manager be authorized to take all actions necessary and advisable to carry out the Resolution. This item is consistent with the Districts' Guiding Principle of commitment to fiscal responsibility and prudent financial stewardship.

Very truly yours,



Robert C. Ferrante

RCF:drs  
Enclosures

Notice and Agenda

REGULAR MEETING — BOARD OF DIRECTORS — COUNTY SANITATION DISTRICT NO. 27/  
NEWHALL RANCH SANITATION DISTRICT

To be held in the HEARING ROOM  
OF THE BOARD OF SUPERVISORS  
Kenneth Hahn Hall of Administration, Los Angeles, California

*In Response to concerns about the Novel Coronavirus (COVID-19), and in accordance with the  
Governor's Executive Order N-29-20, you may find further information at:  
<http://bos.lacounty.gov/Board-Meeting/Board-Agendas>*

TUESDAY		June 8, 2021		At 9:30 A.M.
BARGER	HAHN	SOLIS (Chairperson)	KUEHL	MITCHELL

1. Recommendation: Approve minutes of the regular meetings held March 9, 2021 (both Districts)
2. Recommendation: Approve January, February, and March 2021 expenses in total amounts of \$48,619.20 (District No. 27) (3) and \$83,308.39 (Newhall Ranch Sanitation District) (5)
3. Recommendation: Establish by resolution appropriations limit of \$1,022,627 as required by California Government Code Section 7910 (District No. 27) (3)
4. Recommendation: Adopt Operating Fund Budget and Adopt Resolution Requesting Tax Levy of \$417,000 (District No. 27) (3)
5. Recommendation: Authorize Appropriations per Budget (District No. 27) (3)
6. Recommendation: Adopt *Resolution of the Board of Directors of the Newhall Ranch Sanitation District of Los Angeles County Authorizing Becoming a Member District of the Los Angeles County Sanitation District's Financing Authority, Approving the April 14, 1993 Joint Exercise of Powers Agreement, and Authorizing the Execution and Delivery of All Necessary Documents and Certificates and Related Action* (Resolution) (Newhall Ranch Sanitation District) (5)

Adjourn

**County Sanitation District No. 27 of Los Angeles County  
Operating Fund Final Wastewater Budget (\$000)  
Fiscal Year 2021-22**

	<b>2020-21</b>	<b>2021-22</b>
<b><u>Beginning Balance</u></b>	<b>\$ 183</b>	<b>\$ 95</b>
Ad Valorem Taxes	369	417
Interest	7	17
Total Non-Operating Revenues	376	433
Transfers from Designated Funds	-	-
Transfers from Capital Improvement Funds	22	22
Total Transfers In	22	22
<b>Total Sources of Funds</b>	<b>\$ 398</b>	<b>\$ 455</b>
<b><u>Use of Funds</u></b>		
Joint Administration Operations	\$ 6	\$ 6
District No. 27 Sewer System Operations	9	12
Contract Disposal Operations	121	112
Total Operations and Maintenance Expenditures	136	130
Joint Administration Capital	1	1
Contract Disposal Capital	106	39
Total Capital Expenditures	107	40
Transfers to Designated Reserves	244	284
<b>Total Use of Funds</b>	<b>\$ 487</b>	<b>\$ 454</b>
<b><u>Ending Balance</u></b>	<b>\$ 94</b>	<b>\$ 96</b>

**County Sanitation District No. 27 of Los Angeles County  
Reserve Funds Final 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>\$ 95</b>	<b>\$ 50</b>	<b>\$ 1,494</b>	<b>\$ 43</b>	<b>\$ 22</b>	<b>\$ 1,703</b>
Total Operating Revenues	-	-	-	-	-	-
Total Non-operating Revenues (1)	433	-	-	-	0	434
Total Capital Revenues	-	-	-	-	-	-
Total O&M Expenditures	130	-	-	-	-	130
Total Capital Expenditures	40	-	-	-	-	40
Total Debt Service	-	-	-	-	-	-
Net Transfer to (from) Fund	(262)	-	193	91	(22)	-
Ending Balance	<b>\$ 96</b>	<b>\$ 50</b>	<b>\$ 1,686</b>	<b>\$ 134</b>	<b>\$ -</b>	<b>\$ 1,967</b>

**County Sanitation District No. 27 of Los Angeles County  
 Final Wastewater Budget Rate and Other Information Summary  
 Fiscal Year 2021-22**

	<u>2020-21</u>	<u>2021-22</u>
<b><u>Service Charge Rate (\$ per Sewage Unit)</u></b>	-	-
<b><u>Connection Fee Rate (\$ per Capacity Unit)</u></b>	1,460	1,460
<b><u>Projected Sewage Units</u></b>		
Residential and Commercial	553	554
Total Served Sewage Units	<b>553</b>	<b>554</b>

Exhibit 1

SUMMARY OF 2021-22 APPROPRIATIONS LIMIT FOR EACH SANITATION DISTRICT

DISTRICT NUMBER	2020-21 APPRO. LMT. EXCLUDING MANDATED COSTS	POPULATION CHANGE FACTOR	APPRO. LMT.* CHANGE FACTOR	2021-22 APPRO. LMT. EXCLUDING MANDATED COSTS	2021-22 MANDATED COSTS	2021-22 APPRO. LMT. INCLUDING MANDATED COSTS	ESTIMATED AD VALOREM TAX REVENUES	DISTRICT NUMBER
1	\$ 19,204,731	0.9915	1.0483	\$ 20,131,580	\$ 2,219,732	\$ 22,351,312	\$ 4,111,000	1
2	33,019,457	0.9928	1.0497	34,659,907	3,308,977	37,968,884	8,314,000	2
3	23,242,506	0.9912	1.0480	24,358,378	2,467,177	26,825,555	6,329,000	3
4	3,045,496	0.9940	1.0509	3,200,565	-	3,200,565	775,000	4
5	48,591,297	0.9919	1.0487	50,956,938	3,684,997	54,641,935	13,866,000	5
8	9,098,812	0.9930	1.0499	9,553,242	1,086,820	10,640,062	2,278,000	8
9	1,169,324	0.9911	1.0479	1,225,323	-	1,225,323	113,000	9
14	54,166,232	0.9976	1.0548	57,133,053	12,443,534	69,576,587	1,843,000	14
15	19,213,498	0.9953	1.0524	20,219,455	2,751,012	22,970,467	8,989,000	15
16	13,475,457	0.9987	1.0559	14,228,614	1,508,932	15,737,546	6,454,000	16
17	1,874,114	0.9911	1.0479	1,963,865	194,075	2,157,940	694,000	17
18	14,467,671	0.9927	1.0496	15,185,496	1,712,711	16,898,207	5,003,000	18
19	5,675,185	0.9935	1.0504	5,961,377	516,724	6,478,101	1,704,000	19
20	43,707,697	0.9945	1.0515	45,958,888	12,881,483	58,840,371	1,606,000	20
21	55,167,641	0.9911	1.0479	57,809,621	2,115,417	59,925,038	5,108,000	21
22	12,848,423	0.9942	1.0512	13,505,684	1,622,951	15,128,635	5,097,000	22
23	6,463,450	0.9933	1.0502	6,788,019	237,742	7,025,761	514,000	23
27	975,892	0.9911	1.0479	1,022,627	-	1,022,627	417,000	27
28	1,099,696	0.9922	1.0491	1,153,639	60,648	1,214,287	778,000	28
29	911,875	0.9933	1.0502	957,666	77,630	1,035,296	165,000	29
SBC	25,453,182	0.9932	1.0502	26,729,927	693,818	27,423,745	6,487,000	SBC
SCV	23,040,225	0.9995	1.0568	24,347,964	-	24,347,964	8,249,000	SCV
34						N/A**		34
NR						N/A**		NR

\* This column represents the net change resulting from the percent change in population and the percent change in Per Capita Income of 5.73%.

\*\* This District is not subject to an appropriations limit as it does not receive any proceeds of taxes.

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE NEWHALL RANCH SANITATION DISTRICT OF LOS ANGELES COUNTY AUTHORIZING BECOMING A MEMBER DISTRICT OF THE LOS ANGELES COUNTY SANITATION DISTRICT'S FINANCING AUTHORITY, APPROVING THE APRIL 14, 1993 JOINT EXERCISE OF POWERS AGREEMENT, AND AUTHORIZING THE EXECUTION AND DELIVERY OF ALL NECESSARY DOCUMENTS AND CERTIFICATES AND RELATED ACTIONS**

**WHEREAS**, on April 14, 1993 the Los Angeles County Sanitation Districts signed and entered into the Joint Exercise of Powers Agreement creating the Los Angeles County Sanitation Districts Financing Authority (the "Authority") which has existed and operated since that time to provide for the financing of public capital improvements for and working capital requirements of its Member Districts;

**WHEREAS**, the Newhall Ranch Sanitation District of Los Angeles County was formed on June 14, 2006;

**WHEREAS**, the Board of Directors of the Newhall Ranch Sanitation District of Los Angeles County (the "Board") desires to become a Member District of the Authority, approve the April 14, 1993 Joint Exercise of Powers Agreement, and authorize the execution and delivery of all necessary documents and certificates and the performance of such acts as may be necessary or desirable to effect such actions;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of the Newhall Ranch Sanitation District of Los Angeles County, as follows:

**Section 1.** All of the above recitals are true and correct and the Board so finds.

**Section 2.** The Board approves the April 14, 1993 Joint Exercise of Powers Agreement (Contract No. 3257) and authorizes the execution and delivery of a counterpart of this Agreement.

**Section 3.** The Chief Engineer and General Manager of the Newhall Ranch Sanitation District of Los Angeles County and his or her designees, are hereby authorized and directed, jointly and severally, for and in the name of this District, to do any and all things and to execute and deliver any and all documents which they or any of them may deem necessary or advisable in order to consummate the transaction herein authorized and otherwise to carry out, give effect and comply with the terms and intent of this Resolution.

**Section 4.** All actions heretofore taken by the Chief Engineer and General Manager of this District, the designees of the Chief Engineer and General Manager and the authorized agents of this District with respect to the transactions herein authorized above are hereby approved, confirmed and ratified.



**Section 5.** This Resolution shall take effect immediately upon its adoption.

**PASSED AND ADOPTED** by the Board of Directors of the Newhall Ranch Sanitation District of Los Angeles County on June \_\_\_\_, 2021.

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Chairperson

ATTEST:

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Secretary

**IN WITNESS THEREOF**, the undersigned has caused this Agreement to be executed and attested by its proper officials thereunto duly authorized and its official seal to be hereto affixed, on the day and year set forth below.

Dated: June 8, 2021

**NEWHALL RANCH  
SANITATION DISTRICTS OF LOS  
ANGELES COUNTY**

By \_\_\_\_\_  
Chairperson

(S E A L)

ATTEST:

\_\_\_\_\_  
Secretary

**APPROVED AS TO FORM:  
LEWIS, BRISBOIS, BISGAARD & SMITH**

By \_\_\_\_\_

