

MINUTES OF THE REGULAR MEETING OF THE
BOARD OF DIRECTORS OF
SOUTH BAY CITIES SANITATION DISTRICT
HELD AT THE OFFICE OF THE DISTRICT
VIA TELECONFERENCE

June 16, 2021
1:30 o'clock, P.M.

The Board of Directors of South Bay Cities Sanitation District of Los Angeles County met in regular session via teleconference.

There were present: Chris Pimentel, Alternate Director from El Segundo
Michael Detoy, Alternate Director from Hermosa Beach
Suzanne Hadley, Director from Manhattan Beach
David McGowan, Alternate Director from Palos Verdes Estates
David Bradley, Alternate Director from Rancho Palos Verdes
Nils Nehrenheim, Alternate Director from Redondo Beach
Frank Zerunyan, Alternate Director from Rolling Hills Estates
Patrick J. Furey, Chairperson, Director from Torrance

Absent: None

Also present: Kimberly S. Christensen, Secretary to the Board
Wes Beverlin, District Counsel

RE: PUBLIC COMMENT The Chairperson announced this was the time for any questions or comments by members of the public. There were no public comments or questions to address the Board on any matters.

RE: MINUTES Upon motion of Director Pimentel, duly seconded and unanimously carried by a roll-call vote, the minutes of the regular meeting held May 19, 2021, were approved.

RE: DISTRICT EXPENSES The following expenses for the month of April 2021 were presented and upon motion of Director Pimentel, duly seconded and unanimously carried by a roll-call vote, were approved:

Local District Expenses:	
Operations & Maintenance	\$114,228.37
Capital	3,298.76
Allocated O & M Expenses:	
Joint Administration	88,723.83
Technical Support	78,008.86
Joint Facilities	411,749.24
Allocated Capital Expenses:	
Joint Administration	6,689.95
Joint Facilities	<u>10,555.89</u>
Total Expenses	<u>\$713,254.90</u>

RE: APPROPRIATIONS LIMIT FOR FISCAL YEAR 2021-22 ESTABLISH AND ADOPT A letter discussing the 2021-22 fiscal year budget matters accompanied the agenda. Since November 1979, the State Constitution has placed a limit on the authorization to expend the proceeds of taxes levied by state and local governments in California. In January 1981, the Government Code was amended to require the governing body of each local jurisdiction to establish, by resolution, an appropriations limit for each fiscal year. The documentation used in the determination of the appropriations limits must be available 15 days prior to this action being taken. The method by which the Districts' appropriations limits were calculated has been available to the public at the Districts' Joint Administration Office since May 21, 2021, and was provided to the Directors as Exhibit No. 1 to the letter of June 4, 2021, mailed with the agenda. This item is consistent with the Districts' Guiding Principle of commitment to fiscal responsibility and prudent financial stewardship; and to plan for both short and long term needs to minimize the need for significant rate increases.

The appropriations limit for fiscal year 2021-22 has been determined by adjusting the previous fiscal year's limits using the factors specified in the Government Code. The appropriations limit has also been adjusted to include mandated costs, all in accordance with the procedures outlined in Article XIII B of the Constitution and Section 7910 of the Government Code. A recommendation was made that, in order to comply with legal requirements, this Board adopt an appropriations limit of \$27,423,745 for fiscal year 2021-22.

Upon motion of Director Pimentel, duly seconded and unanimously carried by a roll-call vote, the following resolution was adopted:

BE IT RESOLVED, that pursuant to Section 7910 of the Government Code of the State of California, the Board of Directors of South Bay Cities Sanitation District of Los Angeles County does hereby establish and adopt an appropriations limit of \$27,423,745 for fiscal year 2021-22, utilizing the population change and the change in the personal per capita income.

RE: BUDGET 2021-22
OPERATING FUND

In a letter dated June 4, 2021, to the Board, matters were discussed pertaining to the budget for the 2021-22 fiscal year. A sewerage system final budget for the 2021-22

fiscal year was presented and a recommendation was made that the budget be adopted.

Upon motion of Director Pimentel, duly seconded and unanimously carried by a roll-call vote, the sewerage system final budget for 2021-22 was approved, adopted, and ordered filed.

RE: TAX LEVY
OPERATING FUND

Data for the tax levy necessary for the Operating Fund was presented and a recommendation was made that the tax levy be requested in accordance therewith.

Upon motion of Director Pimentel, duly seconded and unanimously carried by a roll-call vote, the following resolution was adopted:

BE IT HEREBY DETERMINED, RESOLVED, AND ORDERED AS FOLLOWS:

That pursuant to the provisions of Article 6, Section 4815 of the County Sanitation District Act (Chapter 3, Part 3, Division V, of the Health & Safety Code of the State of California), the Board of Directors of South Bay Cities Sanitation District of Los Angeles County does hereby find and declare that the sum of \$6,487,000 is and will be the amount necessary to maintain, operate, extend, or repair any work or improvements of the District for the collection, treatment, and disposal of sewage, and to defray all other expenses incidental to the exercise of any of the District's powers, except the amounts necessary to acquire, construct, maintain, and operate a refuse transfer or disposal system, or both, and any other expenses incidental to the operation of the system during the ensuing year and prior to the annual levy of taxes for the fiscal year 2022-23, and the Board of Supervisors of Los Angeles County is hereby requested to cause to be levied and collected at the same time and in the same manner as the next general tax levy for the County a tax upon the real property in the District, in an amount sufficient to raise the required amount, to wit: \$6,487,000, to be paid into the County Treasury to the credit of the Operating Fund of the District.

The Secretary is hereby instructed to furnish a copy of this resolution and statement to the Board of Supervisors of Los Angeles County at least fifteen (15) days before the first day of September 2021.

RE: APPROPRIATIONS
OPERATING FUND 2021-22

Upon motion of Director Pimentel, duly seconded and unanimously carried by a roll-call vote, the appropriations from the Operating Fund for Fiscal Year 2021-22 were

ordered made as shown in the Operating Fund Final Wastewater Budget that was attached to the agenda.

Upon motion of Director Pimentel, duly seconded and unanimously carried, the meeting adjourned.

ATTEST:

KIMBERLY S. CHRISTENSEN
Secretary

PATRICK J. FUREY
Chairperson

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