



AGENDA

Garden Grove Sanitary District
Board of Directors

Tuesday, June 25, 2019

6:30 PM

Community Meeting Center 11300
Stanford Avenue Garden Grove,
California 92840

John R. O'Neill

President

George S. Brietigam

Vice President

Patrick Phat Bui

Member

Steven R. Jones

Member

Stephanie

Klopfenstein

Member

Kim B. Nguyen

Member

Thu-Ha Nguyen

Member

Meeting Assistance: Any person requiring auxiliary aids and services, due to a disability, to address the Sanitary District should contact the City Clerk's Office 72 hours prior to the meeting to arrange for accommodations. Phone: 714) 741-5040.

Agenda Item Descriptions: Are intended to give a brief, general description of the item. The Sanitary District may take legislative action deemed appropriate with respect to the item and is not limited to the recommended action indicated in staff reports or the agenda.

Documents/Writings: Any revised or additional documents/writings related to an item on the agenda distributed to all or a majority of the Sanitary District Members within 72 hours of a meeting, are made available for public inspection at the same time (1) in the City Clerk's Office at 11222 Acacia Parkway, Garden Grove, CA 92840, during normal business hours; (2) on the City's website as an attachment to the Sanitary District meeting agenda; and (3) at the Council Chamber at the time of the meeting.

Public Comments: Members of the public desiring to address the Sanitary District are requested to complete a pink speaker card indicating their name and address, and identifying the subject matter they wish to address. This card should be given to the City Clerk prior to the start of the meeting. General comments are made during "Oral Communications", and should be limited to matters under consideration and/or what the Sanitary District has jurisdiction over. Persons wishing to address the Sanitary District regarding a Public Hearing matter will be called to the podium at the time the matter is being considered.

Manner of Addressing the Sanitary District: After being called by the President, you may approach the podium, it is requested that you state your name for the record, and proceed to address the Sanitary District. All remarks and questions should be addressed to the Sanitary District as a whole and not to individual Sanitary District Members or staff members. Any person making impertinent, slanderous, or profane remarks or who becomes boisterous while addressing the Sanitary District shall be called to order by the President. If such conduct continues, the President may order the person barred from addressing the Sanitary District any further during that meeting.

Time Limitation: Speakers must limit remarks for a total of (5) five minutes. When any group of

persons wishes to address the Sanitary District on the same subject matter, the President may request a spokesperson be chosen to represent the group, so as to avoid unnecessary repetition. At the Sanitary District's discretion, a limit on the total amount of time for public comments during Oral Communications and/or a further limit on the time allotted to each speaker during Oral Communications may be set.

PLEASE SILENCE YOUR CELL PHONES DURING THE MEETING.

AGENDA

Open Session

6:30 PM

ROLL CALL: MEMBER BUI, MEMBER JONES, MEMBER KLOPFENSTEIN, MEMBER K. NGUYEN, MEMBER T. NGUYEN, VICE PRESIDENT BRIETIGAM, PRESIDENT O'NEILL

1. ORAL COMMUNICATIONS (to be held simultaneously with other legislative bodies)

2. CONSENT ITEMS

(Consent Items will be acted on simultaneously with one motion unless separate discussion and/or action is requested by a Sanitary District Member.)

2.a. Receive and file minutes from the meeting held on May 28, 2019. *(Action Item)*

3. PUBLIC HEARINGS

(Motion to approve will include adoption of each Resolution unless otherwise stated.)

3.a. Conduct a public hearing for a report detailing fees to be collected on the tax roll for refuse collection and disposal services in Improvement District No. 1; and adopt a Resolution authorizing the collection on the tax roll of refuse collection and disposal fees for Improvement District No. 1. *(Action Item)*

3.b. Conduct a public hearing for a report of delinquent accounts for refuse collection and disposal service bills; and adopt a Resolution authorizing imposition of liens on parcels with delinquent accounts. *(Action Item)*

3.c. Conduct a public hearing for a report detailing fees to be collected on the tax roll for sewer services outside the city limits; and adopt a Resolution authorizing the collection on the tax roll of fees for the sewer service provided by the Garden Grove Sanitary District outside the city limits. *(Action Item)*

3.d. Conduct a public hearing and adopt Resolutions approving the biennial budget for Fiscal Year 2019-20 and Fiscal Year 2020-21; re-appropriating project balances and encumbrances from Fiscal Year 2018-19; and setting the Fiscal Year 2019-20 appropriations limit. *(Action Item)*

4. MATTERS FROM THE PRESIDENT, BOARD MEMBERS AND GENERAL MANAGER

5. ADJOURNMENT

The next Regular Sanitary District Meeting will be Tuesday, August 27, 2019, at 5:30 p.m. in the Community Meeting Center, 11300 Stanford Avenue, Garden Grove, California.

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To: Scott C. Stiles From: Teresa Pomeroy
Dept.: General Manager Dept.: City Clerk
Subject: Receive and file minutes Date: 6/25/2019
from the meeting held on
May 28, 2019. (*Action Item*)

Attached are the minutes from the meeting held on May 28, 2019, recommended to be received and filed as submitted or amended.

ATTACHMENTS:

Description	Upload Date	Type	File Name
Minutes	6/13/2019	Minutes	sd-min_05_28_2019.pdf

MINUTES

GARDEN GROVE SANITARY DISTRICT BOARD OF DIRECTORS

Regular Meeting

Tuesday, May 28, 2019

Community Meeting Center
11300 Stanford Avenue, Garden Grove, California 92840

CONVENE MEETING

At 7:39 p.m., President O'Neill convened the meeting in the Council Chamber.

ROLL CALL PRESENT: (7) President O'Neill, Members Brietigam, Bui,
Jones, Klopfenstein, K. Nguyen, T. Nguyen

ABSENT: (0) None

ORAL COMMUNICATIONS

Speakers: Tony Flores, Nicholas Dibs, Patrick Krietner, Janet Krietner, Dale
Soeffner

RECESS

At 7:48 p.m., President O'Neill declared a recess.

RECONVENE

At 7:50 p.m., President O'Neill reconvened the meeting with all Members present.

RECEIVE AND FILE MINUTES FROM THE MEETING HELD ON APRIL 23, 2019 (F:
Vault)

It was moved by Member Brietigam, seconded by Member Jones that:

Minutes from the meeting held on April 23, 2019, be received and filed.

The motion carried by a 7-0 vote as follows:

Ayes: (7) Brietigam, Bui, Jones, Klopfenstein, K. Nguyen, T.
Nguyen, O'Neill
Noes: (0) None

AWARD OF CONTRACT TO PAULUS ENGINEERING, INC., FOR PROJECT NO. 7835 – SEWER IMPROVEMENT PROJECT AT WESTMINSTER AVENUE AND LEXINGTON AVENUE (F: 55 – PAULUS ENGINEERING, INC.) (F: S-92.PROJ.7835)

Following staff introduction, it was moved by Member Jones, seconded by Member K. Nguyen that:

A contract be awarded to Paulus Engineering, Inc., in the amount of \$757,818 for Project No. 7835 – Sewer Improvement Project at Westminster Avenue and Lexington Avenue; and

Authorize the General Manager to execute the agreement on behalf of the Sanitary District.

The motion carried by a 7-0 vote as follows:

Ayes:	(7)	Brietigam, Bui, Jones, Klopfenstein, K. Nguyen, T. Nguyen, O'Neill
Noes:	(0)	None

ADJOURNMENT

At 7:53 p.m., President O'Neill adjourned the meeting. The next Regular Sanitary District Meeting is scheduled for Tuesday, June 25, 2019, at 5:30 p.m. at the Community Meeting Center, 11300 Stanford Avenue, Garden Grove, California.

Teresa Pomeroy, CMC
Secretary

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To:	Scott C. Stiles	From:	Patricia Song
Dept.:	General Manager	Dept.:	Finance
Subject:	Conduct a public hearing for a report detailing fees to be collected on the tax roll for refuse collection and disposal services in Improvement District No. 1; and adopt a Resolution authorizing the collection on the tax roll of refuse collection and disposal fees for Improvement District No. 1. (<i>Action Item</i>)		
		Date:	6/25/2019

OBJECTIVE

For the Garden Grove Sanitary District Board of Directors to conduct a public hearing on the report identifying charges proposed to be collected on the tax roll for refuse collection and disposal services in the District's Improvement District No. 1; adopt the attached Resolution approving the report detailing the refuse collection and disposal fees for Improvement District No. 1 to be collected on the tax roll and directing that the fees be collected on the tax roll; and direct staff to file the necessary documentation with the County for collection of fees on the tax roll for refuse collection and disposal services provided in Improvement District No. 1. This action requires five (5) affirmative votes in order to proceed with collection of these fees on the tax roll.

BACKGROUND

As part of Orange County Reorganization No. 141, the Garden Grove Sanitary District became a subsidiary district of the City of Garden Grove on May 30, 1997. The Terms and Conditions of the Reorganization established Improvement District No. 1, which consists of those areas that were formerly in Midway City Sanitary District. The service charge for the standard residential service, which includes one recycling barrel, one green waste barrel, and one general trash barrel in District No. 1, will be \$21.62 per month effective July 1, 2019.

DISCUSSION

District No. 1 refuse collection and disposal service charges have historically been collected by placing them on the tax roll. In order to continue this system for the convenience of the residents of Improvement District No. 1 and the waste collector (Republic Services), each year the Board must approve a report detailing charges proposed to be collected on the tax roll for refuse collection and services in Improvement District No. 1.

A written report has been prepared and filed with the Secretary containing a description of each parcel of real property receiving refuse collection and disposal services in Improvement District No. 1, and the charges for each parcel. The report is on file and available for review in the office of the City Clerk and will be available at the June 25, 2019, Sanitary District Board meeting.

In order for charges to continue to be collected on the tax roll, the Board is required to hold a public hearing on whether to adopt the report detailing charges proposed to be collected on the tax roll.

FINANCIAL IMPACT

This action will provide for the collection of disposal and refuse collection fees in District No. 1.

RECOMMENDATION

It is recommended that the Garden Grove Sanitary District Board of Directors:

- Conduct a public hearing on the report identifying charges proposed to be collected on the tax roll for refuse collection and disposal services in the District's Improvement District No. 1;
- Adopt the attached Resolution approving the report and authorizing the collection on the tax roll of disposal and refuse collection fees in District No. 1 (by five (5) affirmative votes); and
- Direct staff to file the necessary documentation with the County for the collection of the fees on the property tax bills.

By: Jeff Kuramoto, Revenue Manager

ATTACHMENTS:

Description	Upload Date	Type	File Name
2019 ID 1 Refuse Assessments	6/14/2019	Resolution	2019_Improvement_Dist_No_1_-_tax_roll.doc

GARDEN GROVE SANITARY DISTRICT

RESOLUTION NO.

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE GARDEN GROVE
SANITARY DISTRICT AUTHORIZING REFUSE COLLECTION AND DISPOSAL
CHARGES FOR IMPROVEMENT DISTRICT NO. 1 TO BE COLLECTED ON THE TAX
ROLL

WHEREAS, the Garden Grove Sanitary District is a subsidiary district of the City of Garden Grove, organized under the Sanitary District Act of 1923;

WHEREAS, Improvement District No. 1, described in the map attached and incorporated herein by this reference, is an Improvement District of the Garden Grove Sanitary District, created by Orange County Reorganization No. 141;

WHEREAS, on July 22, 1999, the Board of Directors of the Garden Grove Sanitary District adopted Resolution No. 3630 ordering that refuse collection services fees for Improvement District No. 1 be placed on the tax roll;

WHEREAS, the Board of Directors of the Garden Grove Sanitary District wishes to continue to have refuse collection charges for properties within Improvement District No. 1 collected on the tax roll as they were the previous year;

WHEREAS, the Board of Directors of the Garden Grove Sanitary District has considered the report containing a description of each parcel of real property within Improvement District No. 1 receiving refuse collection services and the amount of the charge for each parcel for the year, presented at its meeting of June 25, 2019;

WHEREAS, at the Regular Meeting of the Garden Grove Sanitary District on June 25, 2019, held in the Community Meeting Center, 11300 Stanford Avenue, Garden Grove, California, at 6:30 p.m., the Board of Directors held a duly noticed Public Hearing, at which all oral and written comments, objections and protests to the report were heard;

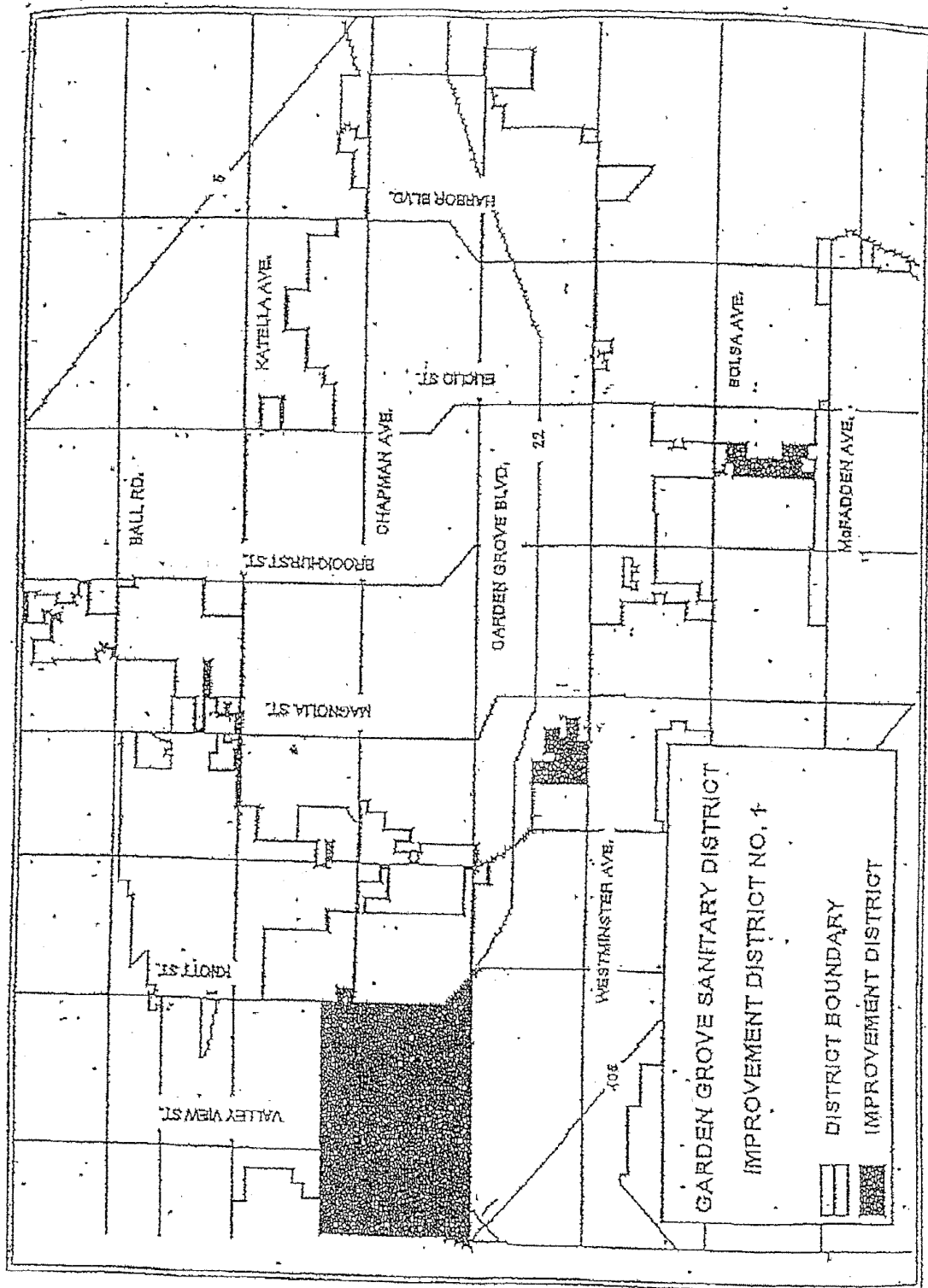
WHEREAS, the Secretary has caused notice of the report and Public Hearing to be published in a newspaper of general circulation on May 31, 2019, and June 7, 2019, within the District pursuant to Section 6066 of the Government Code; and

WHEREAS, the Board of Directors has heard and considered all protests, both written and oral, and hereby determines that protest has not been made by the owners of a majority of separate parcels of property described in the report.

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors of the Garden Grove Sanitary District, pursuant to the provisions of Health and Safety Code 5473, approves the report detailing the charges proposed to be collected on the tax roll for refuse collection and disposal services in the District's Improvement

District No. 1, and hereby orders that the service charges for Improvement District No. 1 be collected on the tax roll in the same manner, by the same person, and at the same time as, together with and not separately from, the general taxes of the District. The General Manager of the District, or his designee, shall file all necessary documentation with the County of Orange for the collection of the fees on the property tax roll.

BE IT FURTHER RESOLVED, that the General Manager of the District, or his designee, is directed to cause a written report to be prepared annually containing a description of each parcel of real property receiving services in Improvement District No. 1 and the amount of the charge for each parcel for that year and that this report be filed by the Secretary with the County Auditor in a timely manner for the purpose of adding the fees to the tax roll.



City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To:	Scott C. Stiles	From:	Patricia Song
Dept.:	General Manager	Dept.:	Finance
Subject:	Conduct a public hearing for a report of delinquent accounts for refuse collection and disposal service bills; and adopt a Resolution authorizing imposition of liens on parcels with delinquent accounts. (<i>Action Item</i>)		
	Date:	6/25/2019	

OBJECTIVE

For the Garden Grove Sanitary District Board of Directors to conduct a public hearing on the delinquent refuse collection and disposal fees report; adopt the attached Resolution approving the report identifying the unpaid bills for refuse collection and disposal services and authorizing the imposition of liens on property with delinquent accounts; and direct staff to file the necessary documentation with the County for assessment on the appropriate parcels. This action requires five (5) affirmative votes in order to proceed with placing liens on the properties listed in the report.

BACKGROUND

Pursuant to the requirements of the California Health and Safety Code, the Garden Grove Sanitary District may, following notice and a public hearing, impose liens on properties for refuse collection and disposal service bills that are delinquent for a period of sixty (60) days or more.

Republic Services bills customers quarterly for refuse collection and disposal services. If a billing is not paid, a reminder is mailed to the individual who is responsible for the service. In addition, if a tenant does not pay for the service, the landlord is notified of non-payment thirty (30) days prior to the public hearing. If a bill for service remains unpaid for a period of sixty (60) days, at the end of the fiscal year the assessment process outlined below is implemented.

DISCUSSION

The last Republic Services billing of the 2018-2019 fiscal year was prepared and

mailed in February 2019, and all unpaid charges on that billing became delinquent May 1, 2019. Sixty (60) days after the delinquency date, the delinquent amount, plus the associated penalty of 10%, may be filed with the County Auditor. Upon recordation by the County Recorder, the amount submitted by parcel shall be collected at the same time and in the same manner as the County property taxes and shall be subject to the same penalties and to the same procedure for foreclosure and sale as provided for general County taxes.

Prior to the delinquent amount becoming a lien against the property, the individual property owner is notified of the delinquent amount and the date and time of the public hearing. To further ensure that all parties are aware of the potential lien, a notice announcing this hearing date is published in a local newspaper. The report of delinquent accounts is on file and available for review in the office of the City Clerk. An updated report will be available at the June 25, 2019, Sanitary District Board meeting.

In order for the delinquent and unpaid charges to be placed on the County's property tax roll, the Board is required to hold a public hearing on whether to approve the report detailing charges proposed to be collected on the tax roll.

FINANCIAL IMPACT

This action will provide for the collection of delinquent refuse collection and disposal fees.

RECOMMENDATION

It is recommended that the Garden Grove Sanitary District Board of Directors:

- Conduct a public hearing on the report of delinquent refuse collection and disposal fees;
- Adopt the attached Resolution adopting the report and authorizing the imposition of liens for the collection of delinquent refuse collection and disposal fees (with at least five (5) affirmative votes); and
- Direct staff to file the necessary documentation with the County for the collection of the delinquent fees on the property tax bills.

By: Jeff Kuramoto, Revenue Manager

ATTACHMENTS:

Description	Upload Date	Type	File Name
2019 Delinquent Refuse Assessment Resolution	6/14/2019	Resolution	2019_Delinquent_and_unpaid_charges_-_tax_roll.docx

GARDEN GROVE SANITARY DISTRICT

RESOLUTION NO.

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE GARDEN GROVE
SANITARY DISTRICT OF ORANGE COUNTY, CALIFORNIA, ADOPTING A REPORT AND
CERTIFYING A STATEMENT OF DELINQUENT AND UNPAID CHARGES FOR REFUSE
COLLECTION AND DISPOSAL SERVICES TO BE COLLECTED ON THE PROPERTY TAX
ROLL

WHEREAS, the Board of Directors of the Garden Grove Sanitary District has considered the report containing a statement of delinquent and unpaid charges for refuse collection and disposal services remaining delinquent and unpaid for a period of 60 days or more presented to it at its meeting of June 25, 2019;

WHEREAS, the Board of Directors wishes to have such delinquent and unpaid charges, which remain delinquent and unpaid as of July 1, 2019, become a lien against the parcels to which such requested refuse collection and disposal services were provided and to be collected on the tax roll;

WHEREAS, at the Regular Meeting of the Garden Grove Sanitary District on June 25, 2019, held in the Community Meeting Center, 11300 Stanford Avenue, Garden Grove, California, at 6:30 p.m., the Board of Directors held a duly noticed Public Hearing, at which all oral and written comments, objections, and protests to the report were heard;

WHEREAS, the Secretary has caused notice of the report and Public Hearing to be published in a newspaper of general circulation on May 31, 2019, and June 7, 2019, within the District pursuant to Section 6066 of the Government Code; and

WHEREAS, the Secretary has caused a notice in writing of the report and Public Hearing, which notice states that these delinquent and unpaid charges could become a lien on the property, to be mailed to each person owning any parcel or parcels of real property described in the report as per the last equalized assessment roll available on the date the report was prepared.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE GARDEN GROVE SANITARY DISTRICT, ORANGE COUNTY, CALIFORNIA AS FOLLOWS:

1. The report presented as written at the meeting at which this Resolution was adopted, or as revised and changed, is hereby adopted.
2. The Board of Directors of the Garden Grove Sanitary District hereby certifies to the Orange County Board of Supervisors and the Orange County Auditor that the delinquent and unpaid charges for refuse collection and disposal services stated in the report adopted pursuant to this Resolution remain delinquent and unpaid for a period of sixty (60) days, and requests that such delinquent charges

unpaid as of July 1, 2019, be collected on the tax roll in the same manner, by the same person, and at the same time as, together with and not separately from, the general taxes of the District. The General Manager of the Garden Grove Sanitary District, or his designee, shall file all necessary documentation with the County of Orange for the collection of the delinquent and unpaid charges on the property tax roll.

3. That the Secretary be instructed to file a copy of the report with the County Auditor in a timely manner for the purpose of adding the delinquent refuse collection and disposal service charges to the tax roll.

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To:	Scott C. Stiles	From:	Patricia Song
Dept.:	General Manager	Dept.:	Finance
Subject:	Conduct a public hearing for a report detailing fees to be collected on the tax roll for sewer services outside the city limits; and adopt a Resolution authorizing the collection on the tax roll of fees for the sewer service provided by the Garden Grove Sanitary District outside the city limits. (<i>Action Item</i>)		
		Date:	6/25/2019

OBJECTIVE

For the Garden Grove Sanitary District Board of Directors (Board) to conduct a public hearing on the report identifying fees to be collected on the tax roll for sewer services provided by the Garden Grove Sanitary District for properties located outside the city limits that do not receive City water services; adopt the attached Resolution approving the report detailing the Sewer Service Fees to be collected on the tax roll from these properties located outside the city that do not receive City water services; and direct staff to file the necessary documentation with the County for collection of the fees on the tax roll. This action requires five (5) affirmative votes in order to proceed with collection of these fees on the tax roll.

BACKGROUND

In accordance with Health and Safety Code section 6520.5, on September 13, 2005, and February 14, 2012, the Board of Directors adopted Ordinance No. 7 and Ordinance No. 10, respectively that established Sewer User Fees pursuant to a fee structure based on classification and individual customer water usage. The fee structure was designed to be fair for all residents and businesses. The Sewer User Fees as established are calculated to provide funds required by the District to fund needed capital improvements, provide requisite debt service payments, properly maintain and operate the District's sewer system, and to comply with State and Federal Waste Discharge Requirements. The Board approved rates for residential and non-residential were applied to the sewer assessment to be filed with the

County. As most of the Garden Grove Sanitary District receives water services from the City of Garden Grove, the adopted sewer rate is charged on the property owner's water bill. In the areas of the District that do not receive a water bill from the City of Garden Grove, it was necessary to implement the rate by charging it on the property owner's property tax statement.

DISCUSSION

In order to place sewer charges on the tax roll, the Board must conduct a public hearing on whether to approve the report detailing charges proposed to be collected on the tax roll for sewer services in the areas of the District that extend beyond the Garden Grove city limits, and do not receive water services from the City of Garden Grove. The report is on file and available for review in the office of the City Clerk, and will be available at the June 25, 2019, Sanitary District Board meeting. The attached Resolution would approve the annual report detailing service charges for each parcel in the service area noted herein and direct that the sewer services charges be collected on the tax roll.

In order for charges to be collected on the tax roll, the Board is required to conduct a public hearing before approval of the report detailing charges proposed to be collected on the tax roll.

FINANCIAL IMPACT

This action will provide for the collection of Sewer Service Fees from properties located outside Garden Grove's city limits for which the Garden Grove Sanitary District provides sewer services.

RECOMMENDATION

It is recommended that the Garden Grove Sanitary District Board:

- Conduct a public hearing for the report detailing fees to be collected on the tax roll for sewer services outside the City limits;
- Adopt the attached Resolution approving the report and authorizing the collection on the tax roll of Sewer Service Fees for property served by the Garden Grove Sanitary District and located outside the city limits (by five (5) affirmative votes); and
- Direct staff to file the necessary documentation with the County for the collection of the fees on the property tax bills.

By: Jeff Kuramoto, Revenue Manager

ATTACHMENTS:

Description	Upload Date	Type	File Name
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GARDEN GROVE SANITARY DISTRICT

RESOLUTION NO.

A RESOLUTION OF THE GARDEN GROVE SANITARY DISTRICT
AUTHORIZING CHARGES FOR SEWER SERVICES IN THE AREAS OF THE DISTRICT
THAT EXTEND BEYOND THE GARDEN GROVE CITY LIMITS AND DO NOT RECEIVE
WATER SERVICES FROM THE CITY OF GARDEN GROVE TO BE COLLECTED ON THE
TAX ROLL

WHEREAS, the Garden Grove Sanitary District is a subsidiary district of the City of Garden Grove, organized under the Sanitary District Act of 1923;

WHEREAS, in accordance with Ordinance No. 7, adopted September 13, 2005, and Ordinance No. 10, adopted on February 14, 2012, the Garden Grove Sanitary District imposes and collects fees and charges for sewer services it provides within its jurisdictional boundaries, which extend to areas outside the corporate boundaries of the city of Garden Grove;

WHEREAS, pursuant to California Health and Safety Code Section 5471, such sewer user fees and charges applicable to parcels that also receive water service from the City of Garden Grove are collected with the charges of the City of Garden Grove's water utility;

WHEREAS, pursuant to Ordinance No. 7 and Ordinance No. 10, the Garden Grove Sanitary District Board of Directors may elect, in its discretion, to have the sewer user fees for those areas outside of the corporate boundaries collected on the tax roll in the same manner, by the same persons, and at the same time as, together with and not separately from the general taxes of the District;

WHEREAS, on July 22, 1999, the Board of Directors of the Garden Grove Sanitary District adopted Resolution No. 3631 ordering the charges for sewer collection services in the areas of the District that extend beyond the Garden Grove city limits and do not receive water services from the City of Garden Grove to be collected on the tax roll;

WHEREAS, the Board of Directors of the Garden Grove Sanitary District wishes to have charges for sewer services in the areas of the District that extend beyond the Garden Grove city limits and do not receive water services from the City of Garden Grove collected on the tax roll;

WHEREAS, the Board of Directors of the Garden Grove Sanitary District has considered the report containing a description of each parcel of real property receiving sewer services from the District that is located in an area outside the corporate boundaries of the city of Garden Grove and not receiving water service from the City of Garden Grove, and the amount of the charge for each parcel for the year, presented at its meeting of June 25, 2019;

WHEREAS, at the Regular Meeting of the Garden Grove Sanitary District on June 25, 2019, held in the Community Meeting Center, 11300 Stanford Avenue, Garden Grove, California, at 6:30 p.m., the Board of Directors held a duly noticed Public Hearing, at which all oral and written comments, objections, and protests to the report were heard;

WHEREAS, the Secretary has caused notice of the report and Public Hearing to be published in a newspaper of general circulation on May 31, 2019, and June 7, 2019, within the District pursuant to Section 6066 of the Government Code; and

WHEREAS, the Board of Directors has heard and considered all protests, both written and oral, and hereby determines that protest has not been made by the owners of a majority of separate parcels of property described in the report.

NOW THEREFORE, BE IT RESOLVED, that the Board of Directors of the Garden Grove Sanitary District, pursuant to the provisions of the Health and Safety Code 5473, approves the report detailing the charges proposed to be collected on the tax roll for sewer services in the areas of the District that extend beyond the Garden Grove city limits and do not receive water services from the City of Garden Grove, and hereby orders these sewer services charges be collected on the tax roll in the same manner, by the same person, and at the same time as, together with and not separately from, the general taxes of the District. The General Manager of the District, or his designee, shall file all necessary documentation with the County of Orange for the collection of the charges on the property tax roll.

BE IT FURTHER RESOLVED, that the General Manager of the District, or his designee, is directed to cause a written report to be prepared annually containing a description of each parcel of real property receiving sewer services in the areas of the District that extend beyond the Garden Grove city limits and do not receive water services from the City of Garden Grove, and the amount of the charge for each parcel for that year in conformance with the then valid rate ordinance and that this report be filed by the Secretary with the County Auditor in a timely manner for the purpose of adding the fees to the tax roll.

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM

To:	Scott C. Stiles	From:	William E. Murray
Dept.:	General Manager	Dept.:	Public Works
Subject:	Conduct a public hearing and adopt Resolutions approving the biennial budget for Fiscal Year 2019-20 and Fiscal Year 2020-21; re-appropriating project balances and encumbrances from Fiscal Year 2018-19; and setting the Fiscal Year 2019-20 appropriations limit. (<i>Action Item</i>)		
		Date:	6/25/2019

OBJECTIVE

For the Garden Grove Sanitary District Board (GGSD) to conduct a public hearing and adopt the attached Resolutions approving the proposed GGSD biennial budget for Fiscal Year (FY) 2019-20 and FY 2020-21; re-appropriate project balances and encumbrances from FY 2018-19, and setting the FY 2019-20 appropriations limit.

BACKGROUND

During FY 2018-19, a number of operational goals were met along with the completion of capital improvement projects. Accomplishments related to the GGSD include:

- Reduction of Sanitary Sewer Overflows;
- Completion of the sewer main improvements construction on Newland Street, Josephine Street, Trask Avenue, Stanford Avenue, and Westminster Avenue;
- Completion of the sewer main improvements construction on Orangewood Avenue between Western Avenue to 850 feet west of the intersection of Western Avenue and Orangewood Avenue;
- Design of Sewer System Rehabilitation Plan Phase I – sewer main lining and spot repair projects 1 & 2 (2 out of 6 projects);
- Design of Sewer System Rehabilitation Plan Phase I – sewer main replacement project 1 (1 out of 4 projects);
- Removal and replacement of 45 manhole rings and covers;
- Inspection of approximately 2,800 manholes out of 9,700 manholes;

- Completion of closed circuit television (CCTV) work for 110,000 linear feet of sewer line and approximately 350,000 linear feet of cleaning;
- Continued implementation of the Sewer Main Cleaning Program, Manhole Inspection Program, Hot Spot Cleaning Program, CCTV Roving Checks Program and Electrical Mechanical Maintenance Program for the GGSD's lift stations;
- Completion of the Root Control Program covering 17,250 linear feet of sewer lines;
- Treated 2,400 manholes through the Insect Spraying Program;
- Diverted 5 possible sewer system overflows;
- Continued flow monitoring throughout the system;
- Repaired 14 sewer main defects identified through the Sanitary Sewer Rehabilitation Plan;
- Completion of the cleaning of 620 hot spots;
- Compliance with the State Water Resources Control Board's Statewide General Waste Discharge Requirement (WDR) mandates;
- Compliance with waste diversion goals of AB 939 (50% diversion), AB 341 (Commercial Recycling) and AB 1826 (Commercial Organics Recycling);
- Compliance with National Pollutant Discharge Elimination System Trash Amendment;
- Secured grant funding from CalRecycle's Oil Payment Program and City/County Beverage Container Recycling Program to support the City's Used Motor Oil Residential Collection Program and liter abatement at City park sites;
- Funded the Discovery Science Center's School Recycling Educational Program;
- Compliance with all South Coast Air Quality Management District and Orange County Health Care Agency regulations and rules related to the management of closed landfills; and
- Enforce the Fats, Oils, and Grease ordinance (FOG) through inspections of food service establishments and review of construction plans.

DISCUSSION

Each year, it is necessary to adopt an annual budget to fund the GGSD's operations based on the organizational requirements of the GGSD's sewer and refuse funds. Goals for the upcoming fiscal year include:

- Construction of the sewer main improvements construction on Ward Street between Davit Avenue and McFadden Avenue, Sewer System Rehabilitation Plan Phase I – sewer main lining and spot repair projects 1 & 2, Sewer System Rehabilitation Plan Phase I – sewer main replacement project 1;
- Implementation of Sewer Structural Deficiency Improvement Plan;
- Continue the Manhole Inspection Program and replace deteriorated manhole rings and covers;
- Continue replacement of sewer main defects identified through CCTV inspections;
- Continue to implement State Water Resources Control Board's Statewide General WDR mandates, including expansion of capital improvement projects and operation and maintenance programs to address capacity and structural deficiencies (dependent upon funding);

- Continue the public education program for FOG control;
- Continue inspection and enforcement efforts related to the FOG ordinance for food service establishments;
- Continue compliance efforts related to AB 939 waste diversion (50% diversion), AB 341 (Commercial Recycling) and AB 1826 (Commercial Organics Recycling);
- Continue to implement Construction and Demolition (C&D) Waste Recycling Program Ordinance (GGMC § 18.60) to help comply with the CALGreen building codes to recycle, reuse, salvage or divert at least 65 percent of their debris for most construction and demolition projects;
- Continue seeking recycling grants;
- Continue funding the Discovery Science Center's School Recycling Educational Program to help achieve long-term waste diversion goals;
- Ensure environmental compliance of GGSD's Longsdon Pit north and south closed landfills located west of Harbor Boulevard/north of Chapman Avenue; and
- Evaluate and address funding issues in solid waste and sanitary sewer regulation compliance as they arise.

FINANCIAL IMPACT

The GGSD revenues continue to stay strong. The proposed budget will allow for the GGSD to continue meeting its obligations under the WDR mandates by continuing with its capital improvement and replacement programs.

RECOMMENDATION

It is recommended that the Garden Grove Sanitary District Board:

- Conduct a public hearing;
- Adopt a Resolution approving the Biennial Budget for Fiscal Year 2019-20 and Fiscal Year 2020-21;
- Adopt a Resolution re-appropriating project balances and encumbrances from Fiscal Year 2018-19; and
- Adopt a Resolution setting the Fiscal Year 2019-20 appropriations limit.

By: Katie Delfin, Senior Administrative Analyst

ATTACHMENTS:

Description	Upload Date	Type	File Name
Budget	6/12/2019	Backup Material	GGSD_Budget.pdf
Resolution - Budget	6/14/2019	Resolution	6-25-19_GGSD_Budget_FY19-20_and_FY20-21.doc

Resolution - Reappr 6/14/2019

Resolution

6-25-19_Reapprop_FY18-19;_Encum_FY_19-20.docx

Resolution - Appropriation 6/14/2019

Resolution

6-25-19_Memo_Resolution_FY19-20_Appropriation_Limit.pdf

**GARDEN GROVE SANITARY DISTRICT
A SUBSIDIARY DISTRICT OF THE
CITY OF GARDEN GROVE**

**OPERATIONS AND CAPITAL BUDGET AMENDMENT
FISCAL YEAR 2019/20**

Presented By:

**CITY OF GARDEN GROVE
DEPARTMENT OF PUBLIC WORKS**

GARDEN GROVE SANITARY DISTRICT

BUSINESS PRINCIPLES

1. Enterprise fund should break even, not operate in a deficit.
2. In order to operate efficiently, a two month cash flow is required, as well as maintenance of \$500,000 in reserves for contingencies.
3. Establish uniform service throughout the district.
4. Develop a replacement sinking fund. Ideal amount of fund should approach 5% of system replacement value.
5. Improve system and facilities up to industry standards by adequately funding new Capital Improvement Programs.
6. Satisfy Debt Covenant conditions under which outstanding Sanitary District debt was issued.
7. Implement the 10-year financial plan.

GARDEN GROVE SANITARY DISTRICT
SEWER BUDGET
FY 2019-20 - FY 2020-21
(\$000)

	FY 18-19 Amended Budget	FY 18-19 Projected Year End	FY 19-20 Proposed Budget	FY 20-21 Proposed Budget
<u>FUNDS AVAILABLE</u>				
BEGINNING BALANCE	\$ 22,501.9	\$ 30,769.2	\$ 27,332.1	\$ 24,582.0
BOND PROCEEDS	0.0	0.0	0.0	0.0
REVENUES	10,448.0	11,035.1	11,023.1	11,464.0
ADJUSTMENT	0.0	0.0	0.0	
FUNDS AVAILABLE	<u>\$ 32,949.9</u>	<u>\$ 41,804.3</u>	<u>\$ 38,355.2</u>	<u>\$ 36,046.0</u>
<u>OPERATIONS EXPENDITURES</u>				
OPERATIONS				
LABOR	\$ 3,336.9	\$ 3,336.9	\$ 3,492.5	\$ 3,745.4
CONTRACTUAL SERVICES	1,381.9	1,381.9	1,499.2	1,564.1
COMMODITIES	354.3	354.3	293.7	299.9
VEHICLE/EQUIPMENT RENTALS	458.6	458.6	469.8	479.2
INSURANCE	41.7	41.7	41.7	41.7
ADMIN SUPPORT	745.1	745.1	673.9	673.9
BOND ISSUANCE COSTS	0.0	0.0	0.0	0.0
DEBT SERVICE	1,201.0	1,201.0	1,194.4	1,206.6
CAPITAL EQUIPMENT	190.0	190.0	0.0	100.0
ENTERPRISE RESOURCE PLANNING	300.0	300.0	0.0	0.0
LATERAL LOAN PROGRAM	0.0	0.0	0.0	0.0
OPERATING RESERVE	0.0	0.0	0.0	0.0
SEWER SYSTEM CONTINGENCY RESERVE	0.0	0.0	0.0	0.0
TOTAL OPERATIONS EXPENDITURES	<u>\$ 8,009.5</u>	<u>\$ 8,009.5</u>	<u>\$ 7,665.2</u>	<u>\$ 8,110.8</u>
<u>SEWER CAPITAL</u>				
CAPITAL REPLACEMENT	\$ 1,962.7	\$ 1,962.7	\$ 1,808.0	\$ 1,716.8
NEW CAPITAL IMPROVEMENTS	\$ 4,500.0	\$ 4,500.0	\$ 4,300.0	\$ 4,000.0
CAPITAL EXPENDITURES	<u>\$ 6,462.7</u>	<u>\$ 6,462.7</u>	<u>\$ 6,108.0</u>	<u>\$ 5,716.8</u>
TOTAL EXPENDITURES	<u>\$ 14,472.2</u>	<u>\$ 14,472.2</u>	<u>\$ 13,773.2</u>	<u>\$ 13,827.60</u>
FUNDS AVAILABLE	32,949.9	41,804.3	38,355.2	36,046.0
EXPENDITURES	<u>14,472.2</u>	<u>14,472.2</u>	<u>13,773.2</u>	<u>13,827.6</u>
ENDING BALANCE	<u>18,477.7</u>	<u>27,332.1</u>	<u>24,582.0</u>	<u>22,218.4</u>

CAPITAL IMPROVEMENTS - PUBLIC WORKS
SEWER
(\$000)

FY 2019-20

DESCRIPTION	CURRENT ESTIMATED COSTS	
	NEW CAPITAL	REPLACEMENT
Sewer Main Improvements	4,300	1,808
TOTAL	<u>\$ 4,300</u>	<u>\$ 1,808</u>

FY 2020-21

DESCRIPTION	CURRENT ESTIMATED COSTS	
	NEW CAPITAL	REPLACEMENT
Sewer Main Improvements	4,000	1,717
TOTAL	<u>\$ 4,000</u>	<u>\$ 1,717</u>

SEWER CAPITAL PROJECTS

FIVE YEAR PLAN

(\$000)

<u>PROJECTS</u>	<u>18-19</u>	<u>19-20</u>	<u>20-21</u>	<u>21-22</u>	<u>22-23</u>
1. SEWER MAINS	\$ 4,500	\$ 4,300	\$ 4,000	\$ 4,000	\$ 4,000
TOTAL	\$ 4,500	\$ 4,300	\$ 4,000	\$ 4,000	\$ 4,000

SEWER REPLACEMENT PROGRAM

FIVE YEAR PLAN

(\$000)

BEGINNING BALANCE	\$ 0
REVENUES	<u>0</u>
DEPRECIATION RESERVES - TRANSFER	<u>0</u>
DEPRECIATION - TRANSFER	<u>\$ 1,808</u>
LESS REPLACEMENT COSTS	<u>(1,808)</u>
ENDING BALANCE	<u><u>\$ 0</u></u>

<u>PROJECTS</u>	<u>18-19</u>	<u>19-20</u>	<u>20-21</u>	<u>21-22</u>	<u>22-23</u>
1. SEWER MAIN REPLACEMENT	\$ 1,763	\$ 1,608	\$ 1,517	\$ 1,568	\$ 1,621
2. MANHOLE REHABILITATION	200	200	200	200	200
TOTAL	<u>\$ 1,963</u>	<u>\$ 1,808</u>	<u>\$ 1,717</u>	<u>\$ 1,768</u>	<u>\$ 1,821</u>

SEWER REPLACEMENT PROJECTS

1. Replace deficient sewer mains on an as-needed basis.
2. Replace deficient manholes as needed.

GARDEN GROVE SANITARY DISTRICT
REFUSE SERVICES BUDGET
FY 2018-19 - FY 2020-21
(\$000)

	FY 18-19 Adopted Budget	FY 18-19 Projected Year End	FY 19-20 Proposed Budget	FY 20-21 Proposed Budget
<u>FUNDS AVAILABLE</u>				
BEGINNING BALANCE	\$ 4,783.5	\$ 5,247.2	\$ 6,142.1	\$ 6,853.3
REVENUES	\$ 2,901.0	\$ 3,034.0	\$ 3,132.8	\$ 3,159.4
FUNDS AVAILABLE	\$ 7,684.5	\$ 8,281.2	\$ 9,274.9	\$ 10,012.7
<u>OPERATIONS EXPENDITURES</u>				
OPERATIONS (REFUSE)				
LABOR	\$ 520.4	\$ 575.0	\$ 600.5	\$ 645.0
CONTRACTUAL SERVICES	675.1	420.8	665.4	675.4
COMMODITIES	26.9	26.9	27.0	27.8
INSURANCE	13.9	13.9	13.9	13.9
STREET REPAIR CHARGE	512.5	512.5	525.3	538.4
ADMIN SUPPORT	90.0	90.0	89.5	89.5
ENTERPRISE RESOURCE PLANNING	200.0	0.0	0.0	0.0
OPERATING RESERVE	0.0	0.0	0.0	0.0
LANDFILL RESERVE	500.0	500.0	500.0	500.0
TOTAL OPERATIONS EXPENDITURES	\$ 2,538.8	\$ 2,139.1	\$ 2,421.6	\$ 2,490.0
FUNDS AVAILABLE	7,684.5	8,281.2	9,274.9	10,012.7
EXPENDITURES	2,538.8	2,139.1	2,421.6	2,490.0
ENDING BALANCE	5,145.7	6,142.1	6,853.3	7,522.7

GARDEN GROVE SANITARY DISTRICT

RESOLUTION NO.

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE GARDEN GROVE SANITARY DISTRICT ADOPTING BUDGETS FOR FISCAL YEAR 2019-20 AND FISCAL YEAR 2020-21

WHEREAS, the Garden Grove Sanitary District (GGSD) has given careful consideration to the adoption of the Budget for Fiscal Year 2019-20 and Fiscal Year 2020-21.

NOW, THEREFORE, BE IT RESOLVED that the General Manager is hereby authorized to expend in accordance with laws of the State of California on behalf of the Garden Grove Sanitary District an amount of \$18,003,123 for Fiscal Year 2019-20 and \$18,034,313 for Fiscal Year 2020-21 from new appropriations for the planned activities shown below:

<u>Expenditures</u>	FY 2019-20	FY 2020-21
Sewer	\$ 15,581,439	\$ 15,544,327
Refuse	<u>2,421,684</u>	<u>2,489,986</u>
TOTAL EXPENDITURES	\$ 18,003,123	\$ 18,034,313

BE IT FURTHER RESOLVED that the total of \$18,003,123 for Fiscal Year 2019-20 and \$18,034,313 for Fiscal Year 2020-21, which the General Manager is authorized to expend in accordance with the Laws of the State of California shall be appropriated from the following funds:

<u>Funding</u>	FY 2019-20	FY 2020-21
Fund 630 – GGSD Sewer Operations	\$ 9,473,367	\$ 9,827,532
Fund 631 – GGSD Sewer Capital*	4,300,000	4,000,000
Fund 632 – GGSD Sewer Replacement	1,808,072	1,716,795
Fund 660 – GGSD Refuse	<u>2,421,684</u>	<u>2,489,986</u>
TOTAL FUNDING	\$ 18,003,123	\$ 18,034,313

* Transfer In The GGSD Sewer Funds:	FY 2019-20	FY 2020-21
Sewer Operations Fund (Fund 630) To		
Sewer Capital Fund (Fund 631)	\$ 4,300,000	\$ 4,000,000

GARDEN GROVE SANITARY DISTRICT

RESOLUTION NO.

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE GARDEN GROVE SANITARY DISTRICT REAPPROPRIATING CERTAIN FISCAL YEAR 2018-19 PROJECT BALANCES AND ENCUMBRANCES FOR THE FISCAL YEAR 2019-20

WHEREAS, the Garden Grove Sanitary District Board of Directors has reviewed the estimated Fiscal Year 2018-19 Revenues, Expenditures and Fund Balances as projected to the end of the fiscal year, and has given careful consideration to the closing of appropriations for Fiscal Year 2018-19;

WHEREAS, the Garden Grove Sanitary District Board of Directors has reviewed and given careful consideration of the recommended Fiscal Year 2019-20 budgets;

WHEREAS, certain projects begun in Fiscal Year 2018-19 or prior fiscal years require continuing appropriations to complete the projects;

WHEREAS, unexpended balances of Fiscal Year 2018-19 or prior fiscal years are estimated to be available within these certain projects on June 30, 2019; and

WHEREAS, certain purchase orders are estimated to have encumbered balances on June 30, 2019.

NOW, THEREFORE, BE IT RESOLVED that the uncommitted, unexpended balances of appropriations on June 30, 2019, of the projects below be appropriated to the Reserve for continuing projects within their respective funds:

PACKAGE	FUND	PACKAGE NAME
0060	630, 660	PUBLIC INFORMATION
1000	630, 660	FINANCE ADMN/ANAL
1020	630, 660	GENERAL ACCOUNTING
1021	630, 660	FINANCIAL PLANNING
1030	630	UTILITY BILLING
1031	660	REFUSE BILLING
3000	630, 660	PUBL WORKS GEN ADMN
3010	630, 660	ENVIRONMENTAL MGMT
3800	630	SEWER OPERATIONS
3802	630	SEWER BOND 2017
3810	630	SEWER INSP
3820	630	SEWER LATER/LN PRGM
3900	660	REFUSE SERVICES
3950	660	WASTE MGMT/RECYCLNG

6007	630	EMPLOYEE TRAINING
6876	630	800MHZ P25 RDO DEP
6877	630	800MHZ VEH FND DEBT
7800	630, 631	GGSD CAPITAL IMP
7801	635	CHAPMAN PROJECT 72
7817	631	STANTON PROJECT 3 (max \$2,000,000)
7824	631	WARD ST 96,99
7833	631	TRASK NEWLAND SEWER
7834	631	SWR IMRV CENTRAL AV
7835	631	DONEGAL WSTMSTR9293
7836	631	SEWER REHAB PHASE 1
7837	631	LMPSN/NUTWD/IMPRL
7838	631	ORANGEWOOD SEWER
7839	631	SWR REHAB PHA 1 LIN
7840	631	SWR REHAB PHA 1 REP
7844	632	GGSD REPLACEMENT-19
9503	660	GGSD RES/CASH FLOW
9504	630, 660	GGSD OPERATING RES
9509	660	LANDFILL RESERVE

BE IT FURTHER RESOLVED that for the projects listed above the amount of unexpended balance of appropriations on June 30, 2019, be reappropriated for Fiscal Year 2019-20 from the Reserve for continuing projects of the respective funds.

BE IT FURTHER RESOLVED that the encumbered balances of purchase orders on June 30, 2019, be appropriated to the Reserve for encumbrances of the respective funds and that the amount of encumbered balances of purchase orders on June 30, 2019, be reappropriated for Fiscal Year 2019-20 from the Reserve for encumbrances of the respective funds.

City of Garden Grove

INTER-DEPARTMENT MEMORANDUM GARDEN GROVE SANITARY DISTRICT

To:	Scott C. Stiles	From:	Patricia Song
Dept:	General Manager	Dept:	Finance
Subject:	ADOPTION OF A RESOLUTION SETTING THE FISCAL YEAR 2019-20 GARDEN GROVE SANITARY DISTRICT APPROPRIATIONS LIMIT		
		Date:	June 25, 2019

OBJECTIVE

The purpose of this memorandum is for the District Board to review and adopt the attached Appropriations Limit Resolution for the Garden Grove Sanitary District setting the appropriations limit for Fiscal Year 2019-20.

BACKGROUND

In November 1979, the citizens of California passed Proposition 4 (Gann Initiative amending Article XIII B) which placed limitations on the finances of state and local governments. It also provided a method of calculating and adopting the limitations. The State Department of Finance provides guidelines from the legislation and Article XIII B for consistent statewide implementation (See Exhibit A). The District is utilizing these guidelines in the calculation process.

DISCUSSION

The Fiscal Year 2019-20 appropriations limit is \$14,115,401. The recommended budget appropriations subject to the Gann Limit is \$4,050,399. The appropriations under the limit of \$10,065,002 is the amount additional appropriations can be made. Generally, appropriations from the Garden Grove Sanitary District are subject to the annual limitation. However, due to the estimated growth in PCI (Per Capita Income) and available future revenue, it is not anticipated that the appropriations limit will significantly impact budget appropriations in the near future.

Section 7900 et seq. of the Government Code requires local governments to adopt a resolution setting the limitations at a regularly scheduled meeting or noticed special meeting. There is no requirement in the State Code for a public hearing prior to adoption of the resolution.

FINANCIAL IMPACT

Not applicable

ADOPTION OF A RESOLUTION
SETTING THE FISCAL YEAR 2019-20
GARDEN GROVE SANITARY DISTRICT
APPROPRIATIONS LIMIT
June 25, 2019
Page 2

RECOMMENDATION

It is recommended that the District Board:

- Adopt the Appropriations Limit Resolution for the Garden Grove Sanitary District setting the appropriations limit for Fiscal Year 2019-20 at \$14,115,401.

PATRICIA SONG
Finance Director

Attachments: Resolution
EXHIBIT "A"

GARDEN GROVE SANITARY DISTRICT

RESOLUTION NO.

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE GARDEN
GROVE SANITARY DISTRICT ESTABLISHING THE AMOUNT OF
INCREASE IN APPROPRIATIONS IN ACCORDANCE WITH
ARTICLE XIII B OF THE CALIFORNIA CONSTITUTION AS AMENDED BY
PROPOSITION 111

WHEREAS, Chapter 1205 statutes of 1980 became effective January 1, 1981;

WHEREAS, Article XIII B of the California Constitution was amended by Proposition 111 to change the price and population factors that may be used by local jurisdictions in setting their appropriations limit; and

WHEREAS, the amendments specify that the appropriations limit may increase annually by a factor comprised of the change in population combined with either the change in California per capita personal income or the change in the local assessment roll due to local non-residential construction.

NOW, THEREFORE, BE IT HEREBY RESOLVED that the appropriations limit for Fiscal Year 2019-20 in accordance with Exhibit "A" is \$14,115,401 excluding user fees.

EXHIBIT "A"

ARTICLE XIII-B CALCULATIONS

2019-20 BUDGET

Per Capita Change = 3.67% (Personal Income)
Population Change = .69%

$$\text{Per Capita converted to a ratio:} \quad \frac{3.85 + 100}{100} = 1.0385$$

$$\text{Population converted to a ratio:} \quad \frac{.29 + 100}{100} = 1.0029$$

$$\text{Calculation of factor for FY 2019-20:} \quad 1.0385 \times 1.0029 = 1.0415$$

$$\$13,552,953 \times 1.0415 = \$14,115,401$$