

4. Contd.

for determining the proportionate costs for each District. A variety of financial reports providing additional context, including payment registers and previously approved budgets, are available on the Districts' website at lacsdc.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	\$4,183
Total Expenses	<u>\$4,183</u>

5. Re: Wastewater Revenue Program

- (a) Hold Combined Public Hearing on Service Charge Report, Service Charge Rates, Industrial Wastewater Surcharge Rates, Connection Fee Rates, and Collection of Service Charge on Property Tax Roll
- (b) Adopt Service Charge Report
- (c) Adopt Following Ordinances and Find that Adoption of Ordinances is Exempt from California Environmental Quality Act (CEQA) Under Public Resources Code Section 21080(b)(8) and Title 14 of California Code of Regulations ("CEQA" Guidelines) Section 15273 **requires two-thirds vote – 14 affirmative votes**
 - (1) *An Ordinance Prescribing the Service Charge Rate and Mean Loadings per Unit of Usage for County Sanitation District No. 15 of Los Angeles County*
 - (2) *An Ordinance Prescribing Industrial Wastewater Surcharge Rates for County Sanitation District No. 15 of Los Angeles County*
 - (3) *An Ordinance Prescribing the Connection Fee Rate and Mean Loadings per Unit of Usage for County Sanitation District No. 15 of Los Angeles County*

Summary: New rate ordinances are being proposed to generate sufficient revenue to address the need for upcoming capital projects, increased operating costs, and recent inflationary impacts. The current service charge rate per single-family home (SFH) is \$14.92 per month (\$179 per year). The proposed rates for fiscal years 2026-27, 2027-28, 2028-29, 2029-30, and 2030-31 are \$17.67 per month (\$212 per year), \$20.42 per month (\$245 per year), \$23.17 per month (\$278 per year), \$25.92 per month (\$311 per year), and \$28.67 per month (\$344 per year), respectively. Owners of multiple dwelling units and commercial properties are charged in proportion to their use compared to an SFH. Changes to the Industrial Wastewater Surcharge and Connection Fee Rate Ordinances that incorporate the service charge rate increase are also being proposed. A letter describing the required Board actions, together with the Service Charge Report, the proposed service charge, industrial wastewater surcharge, and connection fee rate ordinances, accompanies the agenda. This item is consistent with the Districts' Guiding Principles of commitment to fiscal responsibility and prudent financial stewardship; and to plan for both short-term and long-term needs to minimize the need for significant rate increases.

6. Adopt Resolution Approving Issuance of Bonds and Authorizing the Following:

- (a) Execution and Delivery by District of Resolution, [Joint Acquisition Agreement](#), and [Bond Agreement](#) in Connection with Issuance of *Los Angeles County Sanitation Districts Financing Authority Capital Projects Revenue Bonds, 2026 Revenue Bonds*(Joint Outfall System)
- (b) Distribution of [Preliminary Official Statement](#) and *Official Statement* in Connection Therewith
- (c) Execution of Necessary Documents and Certificates and Related Actions

Summary: To finance capital projects, the Districts in the Joint Outfall System (JOS) propose issuing bonds. In collaboration with the Districts' municipal advisor and bond counsel, staff has identified a group of capital projects for bond financing. The proposed Resolution, as attached, includes approval of the necessary documents, directions to staff to distribute the documents, and authority for the Financing Authority to sell new revenue bonds secured by installment payments made by the JOS Districts. The bonds will be payable as installment payments by the individual District pursuant to the Joint Acquisition Agreement. Under the proposed action, the Financing Authority would consider approving the issuance of a not-to-exceed amount of \$510 million in bond financing. The necessary extensive documents to be

6. Contd.

considered for the sale of the bonds are available at <https://www.lacsd.org/JOSbonds>. A letter discussing this issue accompanies the agenda. 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.

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 American Disabilities Act, if you require special assistance or need assistance with language translation to participate in this meeting, please contact the Secretary to the Boards' Office at (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.



May 6, 2026

Boards of Directors
Los Angeles County Sanitation Districts
Joint Outfall System (JOS) Districts

Directors:

Wastewater Revenue Program for Fiscal Year (FY) 2026-27 through FY 2030-31

The agendas for the upcoming May 2026 meetings of the Board of Directors of the JOS Districts contain items regarding the District's wastewater revenue program. This program requires residential, commercial, and small industrial dischargers to pay an annual user charge based on their use of the Districts' wastewater management system. New wastewater rates are being proposed for the JOS Districts to generate sufficient revenues to adequately fund operational costs and upcoming capital projects, address recent inflationary impacts, and help the Districts meet the targets in its Board-adopted financial reserve and debt policies.

SERVICE CHARGE, SURCHARGE, AND CONNECTION FEE RATES

Residential, commercial, and small industrial dischargers are covered by the service charge program, which collects user charges on the property tax roll. Large industrial dischargers are required to file surcharge statements and pay their user charge under the industrial wastewater surcharge program. The proposed service charge rates for FY 2026-27 through FY 2030-31 for the JOS Districts are shown in the subsequent table.

Multi-family residential units pay 60% of the adopted single-family home (SFH) rate and condominiums will pay 75% of the adopted SFH rate. Likewise, commercial, and industrial dischargers will pay in proportion to their use of the wastewater management system compared to an SFH. Dischargers with verified low water usage (particularly seniors and retirees) may qualify for a reduced charge. The proposed Service Charge and Industrial Wastewater Surcharge Rate Ordinances are attached to the agenda.

New connection fee rates are also proposed for FY 2026-27 through FY 2030-31. Wastewater connection fees are paid by new dischargers or existing dischargers who increase their discharge. The fees are calculated using a "buy-in" methodology where new users or increasing discharges buy-in to the existing facilities and fund capital improvements. The proposed connection fee rates reflect the current net assets of each District on a per-capacity unit basis, plus an operational component equivalent to one year of service charge. The proposed Connection Fee Rate Ordinance is attached to the agenda.

Proposition 218 notices were mailed in January 2026 to 1,093,242 residential and commercial parcels and 1,784 industrial waste customers within the JOS; notices announcing the public hearings were also published in the newspaper; and multiple tours and in-person and virtual public information meetings were held. As of May 6, 2026, a total of 232 protests have been received across all Districts, with no individual District having more than 48 protests. Proposition 218 notices were not mailed to residential and commercial property owners in Districts Nos. 23 and 28 since the service charge rate is \$0 per year due to high reserve levels.

Proposed Service Charge Rates (\$/Sewage Unit)

District	Current	July 1, 2026	July 1, 2027	July 1, 2028	July 1, 2029	July 1, 2030
1	205	238	271	304	337	370
2	197	232	267	302	337	372
3	211	243	275	307	339	371
5	183	216	249	282	315	348
8	218	244	270	296	322	348
15	179	212	245	278	311	344
16	160	192	224	256	288	320
17	177	205	233	261	289	317
18	194	226	258	290	322	354
19	181	214	247	280	313	346
21	191	224	257	290	323	356
22	186	216	246	276	306	336
23	0	0	0	0	0	0
28	0	0	0	0	0	0
29	376	431	486	541	596	651
SBC	75	100	125	150	175	200

COLLECTION OF SERVICE CHARGES ON THE TAX ROLL

The agenda also contains actions to allow for continued collection of each District's service charges for residential, commercial, and small industrial dischargers on the property tax roll. Adoption of the Service Charge Report, as required under the California Health and Safety Code, is necessary for the District to continue to collect the adopted wastewater service charge as a separate line item on the property tax roll. This is the most cost-effective and efficient means of collecting service charges. A copy of the proposed Service Charge Report is attached to the agenda.

RECYCLED WATER RATES

New recycled water rates are also proposed for FY 2026-27 through FY 2030-31. These rates are set at 30% of the District's total operational costs, which provides price certainty for both the Districts and users and ensures the incremental costs of producing the recycled water are covered. Revenue received from this program offsets the Districts' operational costs of producing recycled water. The proposed Recycled Water Rate Ordinance is attached to the agenda for District No. 2.

LOW WATER REBATE PROGRAM

The cost of metering wastewater discharges from individual parcels is impractical and cost-prohibitive. Hence, discharges are estimated using standard loading factors based on the size and types of facilities located on the parcel. With ongoing efforts by local communities to conserve water and install low-flow plumbing fixtures, many parcels may be discharging at lower rates than 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 conducted a concerted public outreach, including information on this program in our Proposition 218 notices, newspaper advertisements, and the Districts' website, to ensure that parcel owners are aware of this program.

SUMMARY OF REQUIRED ACTIONS

To implement new rates, the District must comply with the requirements of both Proposition 218 and the California Health & Safety Code. The Boards will consider adopting the Service Charge Report and the new service charge, industrial wastewater surcharge, and connection fee rate ordinances. To ensure the new rates become effective on July 1, 2026, adoption needs to occur before June 1, 2026.

At the upcoming June 2026 meetings, a final budget will be presented to the Board of Directors of the JOS Districts for consideration as part of the overall budgetary process, adoption of which will authorize budget appropriations. In addition, the Boards will consider taking certain administrative actions required by all agencies receiving ad valorem taxes. These include establishing by resolution the amount of the tax levy the District 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. 15 OF LOS ANGELES COUNTY SERVICE CHARGE REPORT FOR FISCAL YEAR 2026-27

INTRODUCTION

County Sanitation District No. 15 of Los Angeles County (District No. 15) encompasses all or portions of the cities of Arcadia, Baldwin Park, Bradbury, Duarte, El Monte, Industry, Irwindale, La Puente, Monrovia, Montebello, Monterey Park, Pasadena, Rosemead, San Gabriel, San Marino, Sierra Madre, South El Monte, Temple City, West Covina, Whittier, and unincorporated Los Angeles County.

District No. 15 is one of seventeen (17) contiguous sanitation districts within the urbanized Los Angeles Basin signatory to the amended *Joint Outfall Agreement*. These districts, known as the Joint Outfall System districts, have formed a regional wastewater management system known as the Joint Outfall System. This regional system consists of sewers, pumping plants, treatment plants, outfalls, incidental sanitation works, and the A.K. Warren Water Resource Facility which are essential to protect the public health of the people served by the system.

District No. 15, as a member of the Joint Outfall System, must provide a proportionate share of the revenue required to operate and maintain the facilities. Additionally, District No. 15 is responsible for any costs associated with the local sewers and pumping plants that are owned by District No. 15 and are solely for its benefit. The general revenue sources currently available to District No. 15 include a pro rata share of the ad valorem (property) taxes, service charges, industrial wastewater surcharges, grants, loans, interest income, contract revenue and reserves.

SERVICE CHARGE DESCRIPTION

The supplemental revenue required under the *Master Service Charge Ordinance of County Sanitation District No. 15 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. 15 discharging more than 1.0 million gallons per year are required to file a wastewater treatment 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 (SU). 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 (COD), and suspended solids (SS). The number of sewage units 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 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 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 attributable to suspended solids;

**COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY
SERVICE CHARGE REPORT FOR FISCAL YEAR 2026-27**

- FLOW_{sfh} = Average flow of wastewater from a single-family home in gallons per day;
- COD_{sfh} = Average loading of COD in the wastewater from a single-family home in pounds per day;
- SS_{sfh} = Average loading of suspended solids in the wastewater from a single-family home in pounds per day;
- FLOW_{avg} = Estimated flow of wastewater which will enter the sewerage system from a user in gallons per day;
- COD_{avg} = Estimated loading of COD which will enter the sewerage system from a user in pounds per day;
- SS_{avg} = Estimated loading of suspended solids which will enter the sewerage system from a user in pounds per day.

The A, B, and C factors, defined above, are periodically adopted by the District No. 15 Board of Directors, the most recent adopted values can be found in *An Ordinance Prescribing the Service Charge Rate and Mean Loadings per Unit of Usage for County Sanitation District No. 15 of Los Angeles County*.

The service charge per sewage unit is determined by dividing the total required supplemental revenue by the total number of sewage units in District No. 15. The service charge for each parcel is determined by multiplying the service charge per 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 the User Categories and Mean Loadings, periodically adopted by the Board of Directors of District No. 15.

Based upon presently anticipated sources of funds, the service charge rate for fiscal year 2026-27 is \$212 per sewage unit. Parcels with significantly lower water usage may be eligible for a reduced rate pursuant to the terms of the *Master Service Charge Ordinance of County Sanitation District No. 15 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 2026-27 Tax Rate Areas as shown in Table 1 are receiving or benefiting from the services and facilities of District No. 15. Additionally, the parcels listed in Table 2, which do not fall within the Tax Rate Areas shown in Table 1, are receiving or benefiting from the services and facilities of District No. 15. 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 Los Angeles 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 Los Angeles County 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
TAX RATE AREAS IN
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY

000243	000245	000248	000250	001353
001374	001448	001543	001745	001795
001796	001824	001830	001866	001867
001868	001871	001872	001873	001874
001875	001876	001877	001878	001879
001880	001881	001883	001884	001885
001886	001887	001888	001890	001891
001892	001893	001894	001895	001896
001897	001898	001900	001901	001902
001903	001904	001905	001906	001908
001909	001910	001911	001912	001914
001916	001917	001918	001919	001920
001921	001922	001923	001924	001925
001926	001927	001928	001930	001931
001932	001933	001934	001935	001937
001938	001939	001940	001941	001942
001943	001944	001951	001952	001956
001957	001958	002039	002073	002087
002088	002090	002092	002093	002094
002095	002096	002098	002100	002102
002103	002104	002105	002107	002108
002109	002110	002111	002116	002119
002120	002121	002123	002129	002130
002131	002132	002142	002145	002150
002152	002153	002154	002155	002156
002157	002158	002159	002160	002162
002163	002164	002167	002170	002171
002174	002175	002176	002177	002178
002179	002181	002182	002189	002193
002194	002199	002200	002207	002213
002215	002216	002218	002219	002220
002221	002222	002223	002224	002225
002227	002228	002230	002238	002239
002280	002288	002291	002394	002987

TABLE 1
TAX RATE AREAS IN
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY

003209	003222	003320	003361	003371
003379	003385	003393	003401	003405
003420	003461	003490	003509	003584
003585	003586	003587	003588	003590
003591	003592	003593	003596	003597
003599	003601	003602	003603	003604
003610	003613	003616	003617	003619
003620	003621	003622	003623	003625
003627	003629	003630	003631	003632
003633	003634	003635	003636	003637
003638	003639	003641	003645	003646
003647	003651	003652	003653	003654
003655	003656	003657	003662	003663
003667	003668	003671	003672	003674
003675	003677	003681	003682	003685
003687	003688	003695	003697	003698
003699	003700	003701	003702	003703
003704	003705	003706	003707	003725
003763	003900	003901	003903	003910
003917	003920	003921	003928	003931
003932	003934	003940	003944	003945
003946	003957	003958	003961	003962
003964	003966	003968	003975	003976
003979	003980	003984	003985	003986
003987	003988	003990	003991	004342
004346	004352	004354	004355	004356
004357	004358	004360	004361	004365
004366	004369	004372	004377	004379
004381	004383	004385	004386	004387
004389	004396	004397	004398	004399
004403	004408	004414	004416	004417
004419	004421	004423	004424	004425
004427	004430	004431	004432	004433
004435	004440	004443	004445	004447

TABLE 1
TAX RATE AREAS IN
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY

004459	004462	004464	004466	004471
004472	004473	004480	004495	004509
004517	004518	004521	004522	004523
004524	004528	004530	004536	004537
004550	004585	004597	004603	004605
004608	004615	004645	004646	005609
005613	005616	005617	005623	005645
005646	005650	005655	005656	005657
005658	005659	005660	005661	005662
005663	005666	005671	005690	005692
005693	005694	005696	005697	005701
005706	005707	006099	006100	006179
006183	006184	006187	006188	006191
006192	006194	006200	006201	006203
006204	006205	006206	006207	006208
006209	006210	006211	006213	006214
006215	006218	006219	006220	006221
006222	006223	006224	006225	006226
006250	006251	006252	006253	006254
006261	006262	006264	006265	006266
006267	006269	006270	006271	006272
006281	006283	006335	006339	006343
006345	006346	006347	006360	006366
006369	006371	006381	006387	006412
006422	006423	006424	006425	006426
006427	006428	006429	006430	006431
006432	006433	006434	006437	006438
006439	006440	006441	006444	006445
006446	006447	006448	006449	006450
006458	006527	006528	006530	006539
006540	006543	006546	006549	006551
006552	006553	006554	006557	006559
006569	006579	006580	006581	006582
006589	006593	006596	006597	006600

TABLE 1
TAX RATE AREAS IN
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY

007457	007459	007462	007472	007473
007485	007486	007490	007491	007492
007501	007503	007514	007516	007517
007519	007555	007560	007561	007562
007623	007624	007683	007684	007685
007686	007692	007697	007698	007699
008008	008086	008163	008173	008174
008175	008182	008192	008193	008195
008205	008207	008209	008213	008214
008215	008216	008219	008220	008221
008224	008225	008238	008239	008245
008248	008256	008287	008289	008292
008298	008327	008329	008332	008381
008383	008386	008389	008403	008412
008417	008418	008422	008423	008427
008428	008460	008463	008464	008466
008471	008472	008473	008474	008475
008476	008477	008478	008479	008480
008481	008485	008487	008490	008492
008493	008497	008498	008499	008500
008501	008502	008503	008504	008505
008506	008507	008511	008512	008520
008521	008523	008524	008527	008529
008542	008548	008552	008553	008565
008569	008570	008571	008573	008574
008575	008597	008629	009179	009180
009182	009183	009185	009186	009187
009190	009204	009206	009207	009208
009209	009210	009212	009230	009237
009239	009240	009241	009242	009243
009247	009248	009250	009251	009252
009256	009257	009258	009259	009260
009261	009263	009270	009278	009280
009281	009282	009283	009285	009286

TABLE 1
TAX RATE AREAS IN
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY

009287	009288	009289	009295	009299
009336	009349	009351	009375	009450
009451	009452	009455	009456	009462
009463	009464	009465	009468	009469
009474	009475	009476	009477	009478
009479	009489	009497	009498	009501
009503	009507	009508	009517	009518
009522	009524	009528	009529	009530
009531	009588	009612	009613	009615
009662	009663	009673	009684	009687
009689	009691	009696	009708	009721
009730	009736	009737	009775	009790
009943	009950	010269	010273	010284
010300	010301	010320	010385	010386
010424	010429	010456	010556	010608
010611	010612	010634	010655	010656
011079	011080	011087	011094	011157
011159	011168	011356	011411	011453
011458	011520	011522	011533	011539
011549	011550	011585	011738	011831
011880	011899	011935	011939	011941
011942	011943	011944	011945	011946
011947	011948	011949	011964	011977
011978	011979	011980	011981	012026
012035	012064	012065	012066	012073
012092	012093	012274	012275	012293
012294	012302	012303	012304	012314
012315	012316	012330	012337	012338
012339	012350	012351	012352	012370
012373	012376	012377	012379	012380
012381	012390	012395	012396	012399
012400	012401	012408	012412	012422
012423	012425	012431	012432	012433
012477	012483	012497	012498	012499

**TABLE 1
TAX RATE AREAS IN
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY**

012505	012506	012514	012603	012714
012716	012721	012722	012724	012727
012805	012828	012829	012830	012831
012832	012949	012950	012951	012953
012954	012955	012956	012957	012963
012965	012970	012977	012978	012979
012982	012983	012987	012993	013010
013042	013090	013092	013095	013097
013099	013101	013103	013106	013179
013180	013181	013182	013183	013184
013200	013272	013273	013274	013275
013280	013391	013402	013412	013414
013481	013482	013562	013564	013565
013566	013567	013604	013629	013632
013633	013636	013637	013638	013651
013660	013661	013662	013663	013664
013665	013666	013675	013679	013680
013681	013708	013709	013710	013722
013732	013779	013780	013802	013810
013813	013848	013869	013870	013945
013949	014210	014211	014212	014249
014250	014255	014256	014257	014258
014259	014260	014332	014350	014351
014354	014370	014418	014498	014581
014591	014592	014594	014602	014620
014621	014622	014623	014624	014628
014637	014638	014639	014716	014717
014721	014737	014738	014740	014746
014751	014769	014770	014771	014774
014776	014777	014778	014785	014786
014787	014802	014803	014804	014805
014806	014811	014815	014816	014837
014864	014870	014871	014898	014899
014900	014901	015015	015043	015051

TABLE 1
TAX RATE AREAS IN
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY

015120	015167	015174	015183	015207
015256	015340	015342	015343	015451
015457	015526	015527	015670	015676
015677	015680	015681	015685	015690
015727	015734	015736	015742	015744
015745	015746	015747	015748	015800
015927	015944	016073	016074	016101
016105	016112	016134	016138	016139
016140	016143	016160	016163	016170
016180	016182	016240	016241	016250
016251	016252	016273	016274	016275
016291	016296	016403	016404	016407
016427	016470	016494	016499	016514
016622	016624	016625	016630	016632
016633	016635	016636	016640	016643
016645	016646	016648	016720	016721
016762	016827	016828	016843	016846
016853	016854	016858	016859	016860
016888	016894	016895	016945	016946
016951	016955	016956	016964	016965
016984	017004	017013	017017	017036
017037	017137	017139	017158	017166
017330	017402			

TABLE 2
PARCEL NUMBERS SERVED BY
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY
OUTSIDE OF TAX RATE AREAS

5761009025	5761009026	5761009028	5765029033	5765029050	5765030007
5765030008	5765030009	5765030011	5765030016	5765030028	8110028056
8110028057	8110028058	8211004001	8211009012	8215002062	8215003034
8215003035	8215004030	8218015014	8218017053	8218018052	8219002077
8219003039	8220014049	8221012053	8221012055	8221012056	8221014020
8247011025	8247011026	8248014020	8248014021	8248014022	8248014023
8471019022	8471019027	8471019029	8521006046	8527027012	8527027013
8740009038	8740009039	8740009040	8740009041	8740009042	8740009043
8740009044	8740009045	8740009046	8740009047	8740009050	8740012017
8743006046					

**AN ORDINANCE PRESCRIBING THE SERVICE CHARGE RATE
AND MEAN LOADINGS PER UNIT OF USAGE FOR
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY**

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY ORDAINS AS FOLLOWS:

SECTION 1 – SHORT TITLE

This Ordinance shall be known as the *District No. 15 Service Charge Rate Ordinance* and may be cited as such.

SECTION 2 – PURPOSE

The purpose of this Ordinance is to establish the service charge rates, user categories, mean loadings, and cost allocation factors prescribed by County Sanitation District No. 15 of Los Angeles County.

SECTION 3 – USER CATEGORIES AND MEAN LOADINGS

Pursuant to the *Master Service Charge Ordinance of County Sanitation District No. 15 of Los Angeles County*, or any successor ordinance, the following, to be effective on the date given in Section 9, shall constitute the user categories and mean loadings per unit of usage for flow, chemical oxygen demand (COD), and suspended solids (SS), for County Sanitation District No. 15 of Los Angeles County:

<u>DESCRIPTION</u>	<u>UNIT OF MEASURE</u>	<u>FLOW (Gallons per Day)</u>	<u>COD (Pounds per Day)</u>	<u>SS (Pounds per Day)</u>
RESIDENTIAL				
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
COMMERCIAL				
Hotel/Motel/Rooming House	Room	125	0.54	0.28
Store	1,000 ft ²	100	0.43	0.23
Supermarket	1,000 ft ²	150	2.00	1.00
Shopping Center	1,000 ft ²	325	3.00	1.17
Regional Mall	1,000 ft ²	150	2.10	0.77
Office Building	1,000 ft ²	200	0.86	0.45
Medical, Dental, Veterinary Clinic or Building	1,000 ft ²	300	1.29	0.68
Restaurant	1,000 ft ²	1,000	16.68	5.00
Indoor Theatre	1,000 ft ²	125	0.54	0.28
Car Wash				
Tunnel – No Recycling	1,000 ft ²	3,700	15.86	8.33
Tunnel – Recycling	1,000 ft ²	2,700	11.74	6.16
Wand	1,000 ft ²	700	3.00	1.58
Bank, Credit Union	1,000 ft ²	100	0.43	0.23
Service Shop, Vehicle Maintenance & Repair Shop	1,000 ft ²	100	0.43	0.23
Animal Kennels	1,000 ft ²	100	0.43	0.23
Gas Station	1,000 ft ²	100	0.43	0.23

<u>DESCRIPTION</u>	<u>UNIT OF MEASURE</u>	<u>FLOW (Gallons per Day)</u>	<u>COD (Pounds per Day)</u>	<u>SS (Pounds per Day)</u>
COMMERCIAL				
Auto Sales	1,000 ft ²	100	0.43	0.23
Wholesale Outlet	1,000 ft ²	100	0.43	0.23
Nursery/Greenhouse	1,000 ft ²	25	0.11	0.06
Manufacturing	1,000 ft ²	200	1.86	0.70
Light Manufacturing	1,000 ft ²	25	0.23	0.09
Lumber Yard	1,000 ft ²	25	0.23	0.09
Warehousing	1,000 ft ²	25	0.23	0.09
Open Storage	1,000 ft ²	25	0.23	0.09
Drive-In Theatre	1,000 ft ²	20	0.09	0.05
Night Club	1,000 ft ²	350	1.50	0.79
Bowling/Skating	1,000 ft ²	150	1.76	0.55
Club & Lodge Halls	1,000 ft ²	125	0.54	0.27
Auditorium, Amusement	1,000 ft ²	350	1.50	0.79
Golf Course and Park (Structures and Improvements)	1,000 ft ²	100	0.43	0.23
Campground, Marina, and 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	1,000 ft ²	3,825	16.40	8.61
Mortuary, Funeral Home	1,000 ft ²	100	1.33	0.67
Health Spa, Gymnasium				
With Showers	1,000 ft ²	600	2.58	1.35
Without Showers	1,000 ft ²	300	1.29	0.68
Convention Center, Fairground, Racetrack, Sports Stadium/Arena	Average Daily Attendance	10	0.04	0.02
INSTITUTIONAL				
College/University	Student	20	0.09	0.05
Private School	1,000 ft ²	200	0.86	0.45
Library, Museum	1,000 ft ²	100	0.43	0.23
Post Office (Local)	1,000 ft ²	100	0.43	0.23
Post Office (Regional)	1,000 ft ²	25	0.23	0.09
Church	1,000 ft ²	50	0.21	0.11

SECTION 4 – SERVICE CHARGE RATE

Pursuant to the *Master Service Charge Ordinance of County Sanitation District No. 15 of Los Angeles County*, or any successor ordinance, the following, to be effective on the dates given, shall constitute the annual service charge rate per sewage unit:

<u>July 1, 2026</u>	<u>July 1, 2027</u>	<u>July 1, 2028</u>	<u>July 1, 2029</u>	<u>July 1, 2030</u>
\$212	\$245	\$278	\$311	\$344

SECTION 5 – COST ALLOCATION FACTORS

Pursuant to the *Master Service Charge Ordinance of County Sanitation District No. 15 of Los Angeles County*, or any successor ordinance, the proportions of the total operation and maintenance and net capital costs required for conveyance, treatment, and disposal of wastewater which are attributable to flow, COD, and SS, designated as A, B, and C, respectively, to be effective on the date given in Section 9, shall be:

A	B	C
0.3049	0.3348	0.3603

SECTION 6 – COLLECTION ON THE TAX ROLL

Pursuant to Section 5473 of the California Health and Safety Code, the District elects to have the service charge imposed pursuant to the *Master Service Charge Ordinance of County Sanitation District No. 15 of Los Angeles County*, or any successor ordinance, 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 ad valorem taxes collected by the County of Los Angeles.

SECTION 7 – VALIDITY

In any part, section, subsection, paragraph, sentence, clause, or phrase of this Ordinance is held invalid or unconstitutional for any reason by any court, that decision does not affect the validity or constitutionality of the remainder of this Ordinance. The Board of Directors declares that it would have adopted each provision of this Ordinance irrespective of the validity of any other provision.

SECTION 8 – SUPERSESION

This Ordinance shall supersede *An Ordinance Prescribing the Service Charge Rate and Mean Loadings per Unit of Usage for County Sanitation District No. 15 of Los Angeles County and Providing for the Collection of Such Charges on the Property Tax Roll*, adopted May 25, 2022.

SECTION 9 – EFFECTIVE DATE

This Ordinance shall become effective July 1, 2026.

ATTEST:

Clerk, Board of Directors
County Sanitation District No. 15
of Los Angeles County

Chairperson, Board of Directors
County Sanitation District No. 15
of Los Angeles County

PASSED AND ADOPTED by the Board of Directors of County Sanitation District No. 15 of Los Angeles County on _____ by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Secretary of the Board of Directors
County Sanitation District No. 15
of Los Angeles County

**AN ORDINANCE PRESCRIBING INDUSTRIAL WASTEWATER
SURCHARGE RATES FOR COUNTY SANITATION
DISTRICT NO. 15 OF LOS ANGELES COUNTY**

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY ORDAINS AS FOLLOWS:

SECTION 1 – SHORT TITLE

This Ordinance shall be known as the *District No. 15 Industrial Wastewater Surcharge Rate Ordinance* and may be cited as such.

SECTION 2 – PURPOSE

The purpose of this Ordinance is to establish the industrial wastewater surcharge rates prescribed by County Sanitation District No. 15 of Los Angeles County.

SECTION 3 – INDUSTRIAL WASTEWATER SURCHARGE RATES

(a) Pursuant to the *Wastewater Ordinance*, adopted by County Sanitation District No. 15 of Los Angeles County, the following, to be effective on the dates given, shall constitute the annual industrial wastewater surcharge rates:

	<u>Parameter</u>	<u>July 1, 2026</u>	<u>July 1, 2027</u>	<u>July 1, 2028</u>	<u>July 1, 2029</u>	<u>July 1, 2030</u>
Flow	(a) [per MG]	\$ 1,073.00	\$ 1,221.00	\$ 1,367.00	\$ 1,512.00	\$ 1,657.00
COD	(b) [per 1,000 lbs]	210.00	243.00	275.60	308.00	340.40
SS	(c) [per 1,000 lbs]	614.60	693.90	772.00	849.50	927.50
Peak	(d) [per gpm]	156.30	178.10	199.70	221.10	242.50
Short Form Rate	[per MG]	\$ 4,979.38	\$ 5,692.96	\$ 6,397.02	\$ 7,096.32	\$ 7,797.01

(b) To further the use of the Districts’ reclaimed water, a credit, as determined by the Chief Engineer and General Manager, will be applied to an industry’s wastewater surcharge obligation for the chemical oxygen demand present in reclaimed water utilized by an industrial discharger and which originated at a Districts’ water reclamation plant.

SECTION 4 – VALIDITY

If any part, section, subsection, paragraph, sentence, clause, or phrase of this Ordinance is held invalid or unconstitutional for any reason by any court, that decision does not affect the validity or constitutionality of the remainder of this Ordinance. The Board of Directors declares that it would have adopted each provision of this Ordinance irrespective of the validity of any other provision.

SECTION 5 – SUPERSESION

This Ordinance shall supersede *An Ordinance Prescribing Industrial Wastewater Surcharge Rates for County Sanitation District No. 15 of Los Angeles County*, adopted May 25, 2022.

SECTION 6 – EFFECTIVE DATE

This Ordinance shall become effective July 1, 2026.

ATTEST:

Clerk, Board of Directors
County Sanitation District No. 15
of Los Angeles County

Chairperson, Board of Directors
County Sanitation District No. 15
of Los Angeles County

PASSED AND ADOPTED by the Board of Directors of County Sanitation District No. 15 of Los Angeles County on _____ by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Secretary of the Board of Directors
County Sanitation District No. 15
of Los Angeles County

**AN ORDINANCE PRESCRIBING THE CONNECTION FEE RATE
AND MEAN LOADINGS PER UNIT OF USAGE FOR
COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY**

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY ORDAINS AS FOLLOWS:

SECTION 1 – SHORT TITLE

This Ordinance shall be known as the *District No. 15 Connection Fee Rate Ordinance* and may be cited as such.

SECTION 2 – PURPOSE

The purpose of this Ordinance is to establish the connection fee rates, user categories, and mean loadings prescribed by County Sanitation District No. 15.

SECTION 3 – USER CATEGORIES AND MEAN LOADINGS

Pursuant to the *Master Connection Fee Ordinance of County Sanitation District No. 15 of Los Angeles County*, or any successor ordinance, the following, to be effective on the date given in Section 8, shall constitute the user categories and mean loadings per unit of usage for flow, chemical oxygen demand (COD), and suspended solids (SS), for County Sanitation District No. 15 of Los Angeles County:

<u>DESCRIPTION</u>	<u>UNIT OF MEASURE</u>	<u>FLOW (Gallons per Day)</u>	<u>COD (Pounds per Day)</u>	<u>SS (Pounds per Day)</u>
RESIDENTIAL				
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
COMMERCIAL				
Hotel/Motel/Rooming House	Room	125	0.54	0.28
Store	1,000 ft ²	100	0.43	0.23
Supermarket	1,000 ft ²	150	2.00	1.00
Shopping Center	1,000 ft ²	325	3.00	1.17
Regional Mall	1,000 ft ²	150	2.10	0.77
Office Building	1,000 ft ²	200	0.86	0.45
Medical, Dental, Veterinary Clinic or Building	1,000 ft ²	300	1.29	0.68
Restaurant	1,000 ft ²	1,000	16.68	5.00
Indoor Theatre	1,000 ft ²	125	0.54	0.28
Car Wash				
Tunnel – No Recycling	1,000 ft ²	3,700	15.86	8.33
Tunnel – Recycling	1,000 ft ²	2,700	11.74	6.16
Wand	1,000 ft ²	700	3.00	1.58
Bank, Credit Union	1,000 ft ²	100	0.43	0.23
Service Shop, Vehicle Maintenance & Repair Shop	1,000 ft ²	100	0.43	0.23
Animal Kennels	1,000 ft ²	100	0.43	0.23
Gas Station	1,000 ft ²	100	0.43	0.23

<u>DESCRIPTION</u>	<u>UNIT OF MEASURE</u>	<u>FLOW (Gallons per Day)</u>	<u>COD (Pounds per Day)</u>	<u>SS (Pounds per Day)</u>
COMMERCIAL				
Auto Sales	1,000 ft ²	100	0.43	0.23
Wholesale Outlet	1,000 ft ²	100	0.43	0.23
Nursery/Greenhouse	1,000 ft ²	25	0.11	0.06
Light Manufacturing	1,000 ft ²	25	0.23	0.09
Lumber Yard	1,000 ft ²	25	0.23	0.09
Warehousing	1,000 ft ²	25	0.23	0.09
Open Storage	1,000 ft ²	25	0.23	0.09
Drive-In Theatre	1,000 ft ²	20	0.09	0.05
Night Club	1,000 ft ²	350	1.50	0.79
Bowling/Skating	1,000 ft ²	150	1.76	0.55
Club & Lodge Halls	1,000 ft ²	125	0.54	0.27
Auditorium, Amusement	1,000 ft ²	350	1.50	0.79
Golf Course and Park (Structures and Improvements)	1,000 ft ²	100	0.43	0.23
Campground, Marina, and Recreational Vehicle Park	Sites, Slips, or Spaces	55	0.34	0.14
Convalescent Home	Bed	125	0.54	0.28
Laundromat	1,000 ft ²	3,825	16.40	8.61
Mortuary, Funeral Home	1,000 ft ²	100	1.33	0.67
Health Spa, Gymnasium With Showers	1,000 ft ²	600	2.58	1.35
Without Showers	1,000 ft ²	300	1.29	0.68
Convention Center, Fairground, Racetrack, Sports Stadium/Arena	Average Daily Attendance	10	0.04	0.02
INSTITUTIONAL				
College/University	Student	20	0.09	0.05
Private School	1,000 ft ²	200	0.86	0.45
Library, Museum	1,000 ft ²	100	0.43	0.23
Post Office (Local)	1,000 ft ²	100	0.43	0.23
Post Office (Regional)	1,000 ft ²	25	0.23	0.09
Church	1,000 ft ²	50	0.21	0.11

SECTION 4 – CONNECTION FEE RATE

Pursuant to the *Master Connection Fee Ordinance of County Sanitation District No. 15 of Los Angeles County*, or any successor ordinance, the following, to be effective on the dates given, shall constitute the Connection Fee Rate per capacity unit:

Cost Component	July 1, 2026	July 1, 2027	July 1, 2028	July 1, 2029	July 1, 2030
District Capital	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Joint Outfall Capital	\$ 1,569	\$ 1,569	\$ 1,569	\$ 1,569	\$ 1,569
Operational	\$ 212	\$ 245	\$ 278	\$ 311	\$ 344
Total:	\$ 1,781	\$ 1,814	\$ 1,847	\$ 1,880	\$ 1,913

SECTION 5 – COST ALLOCATION FACTORS

Pursuant to the *Master Connection Fee Ordinance of County Sanitation District No. 15 of Los Angeles County*, or any successor ordinance, the proportions of the total capital costs required to construct the sewerage system including conveyance, treatment, and disposal of wastewater which are attributable to flow, COD, and suspended solids, designated as X, Y, and Z, respectively, to be effective on the date given in Section 8, shall be:

$$X = 0.6420 \quad Y = 0.1361 \quad Z = 0.2219$$

SECTION 6 – VALIDITY

In any part, section, subsection, paragraph, sentence, clause, or phrase of this Ordinance is held invalid or unconstitutional for any reason by any court, that decision does not affect the validity or constitutionality of the remainder of this Ordinance. The Board of Directors declares that it would have adopted each provision of this Ordinance irrespective of the validity of any other provision.

SECTION 7 – SUPERSESSION

This Ordinance shall supersede *An Ordinance Prescribing Connection Fee Rate and Mean Loadings per Unit of Usage for County Sanitation District No. 15 of Los Angeles County*, adopted May 25, 2022.

SECTION 8 – EFFECTIVE DATE

This Ordinance shall become effective July 1, 2026.

ATTEST:

Clerk, Board of Directors
County Sanitation District No. 15
of Los Angeles County

Chairperson, Board of Directors
County Sanitation District No. 15
of Los Angeles County

PASSED AND ADOPTED by the Board of Directors of County Sanitation District No. 15 of Los Angeles County on _____ by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Secretary of the Board of Directors
County Sanitation District No. 15
of Los Angeles County



May 6, 2026

Board of Directors
Los Angeles County Sanitation Districts
Joint Outfall System (JOS) Districts

Directors:

Proposed 2026 Revenue Bond Sale

The agendas for the upcoming meetings of the Board of Directors of the JOS Districts include an item to adopt a resolution approving the issuance of bonds, authorizing the execution of agreements, and distributing the necessary documents in connection with the issuance. Proceeds from this issuance will be used to fund capital projects in the JOS.

Over the past two years, Districts' staff have discussed the finances of the JOS Districts including the anticipated need to use debt financing to fund necessary capital expenditures. To support long-term financial planning, staff also commissioned an independent rate study which concluded that capital projects will need to be mostly debt-financed over the next several years to allow cash reserves to be replenished. The proposed bond sales were presented to individual JOS Districts Boards in March¹.

The proposed bonds will be issued and sold by the Financing Authority, a joint powers authority established in 1993, for selling bonds on behalf of the member Districts. The membership consists of all of the active Districts and is governed by a commission consisting of the Chairs of each member District. Individual JOS Districts will enter into an agreement (the Joint Acquisition Agreement) with the Financing Authority pursuant to which each District will make installment payments to pay debt service on the 2026 bonds. The true interest cost will depend on the interest rates at which are bonds can be sold.

The proposed bonds and the individual JOS District's ability to repay them must be submitted to rating agencies (Fitch and Standard & Poor's) for their evaluation. The primary vehicle for submitting this data is the Preliminary Official Statement, a copy of which is included. The JOS Districts have employed a strategy of maintaining relatively strong debt coverage ratios and prudent cash reserves to maximize credit ratings.

To complete the transaction, individual District Boards will consider authorizing the sale of the bonds. This is done through the resolution that is on the agenda for the upcoming Board meetings. The resolution approves the issuance of the proposed bonds pursuant to the Indenture which establishes the terms and conditions for the issuance and ongoing administration of the proposed bonds; the execution of the Joint Acquisition Agreement and Bond Purchase Agreement; distribution of the Preliminary Official Statement; and execution of necessary documents, certificates and related actions. The resolution approves the forms of documents because the documents cannot be finalized until after the pricing is complete. The resolution

¹ This item was not presented to the District 17 Board as there were no regularly scheduled meetings of the Board in March or April.

authorizes the Chairperson of the Board of Directors, the Chairperson Pro Tem of the Board of Directors, the Chief Engineer and General Manager of the District, and the Assistant Chief Engineer and Assistant General Manager of the District to sign the documents and certain other necessary instructions and certification once finalized.

The contents of the necessary documents are summarized below and are available at <http://www.lacsd.org/JOSbonds>.

- Preliminary Official Statement – This document is equivalent to a prospectus that would be issued when buying or selling stock. It contains general information about the District, provides specific historic and projected financial data, gives information on the size of the proposed bond transaction and intended uses of the proceeds, and summarizes the requirements of the other bond documents.
- Indenture – This agreement is between the Financing Authority and the Trustee (a third party acting on behalf of the bond holders). The Indenture establishes the accounting practices that must be used and creates a flow of funds to ensure that the bondholders are repaid in a timely and orderly fashion.
- Continuing Disclosure Agreement – The Securities and Exchange Commission requires that bond underwriters provide continuing and updated information on any bonds they have sold. Because the Districts is the primary source of the necessary information, the underwriters require that the Districts provide continuing and updated financial information on an annual basis. This agreement effectuates that requirement. For the most part, the required information is already contained in the Districts' Annual Comprehensive Financial Report.
- Joint Acquisition Agreement – Through this agreement, the Financing Authority agrees to issue bonds on behalf of the Districts. In return, the Districts covenant to make the installment payments to the Financing Authority which will be used to make debt service payments on the Bonds. As part of its covenants, the Districts agree to set appropriate service charge rates and to provide continuing disclosure. It also establishes the parameters under which the Districts can undertake additional debt (either bonds or loan).
- Bond Purchase Agreement – This agreement is between the Districts, the Financing Authority, and the underwriters. It requires the underwriters to purchase the bonds from the Authority for resale to the public and requires the Districts, through the Financing Authority, to make the bonds available to the underwriters.

Should any Director have any questions prior to the meeting, please call Mr. Andrew J. Hall, Financial Management Department Head, at extension 2750.

Very truly yours,



Robert C. Ferrante

RCF:gc
Enclosures

RESOLUTION OF THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 15 OF LOS ANGELES COUNTY AUTHORIZING THE EXECUTION AND DELIVERY BY THE DISTRICT OF A JOINT ACQUISITION AGREEMENT AND A BOND PURCHASE AGREEMENT IN CONNECTION WITH THE ISSUANCE OF LOS ANGELES COUNTY SANITATION DISTRICTS FINANCING AUTHORITY REVENUE BONDS, 2026 SERIES A (JOINT OUTFALL SYSTEM), APPROVING THE ISSUANCE OF SAID BONDS AND THE FORM OF THE INDENTURE PURSUANT TO WHICH THE SAME ARE TO BE ISSUED, AUTHORIZING THE DISTRIBUTION OF A PRELIMINARY OFFICIAL STATEMENT AND AN OFFICIAL STATEMENT IN CONNECTION THEREWITH AND AUTHORIZING THE EXECUTION OF NECESSARY DOCUMENTS AND CERTIFICATES AND RELATED ACTIONS

WHEREAS, County Sanitation District No. 1 of Los Angeles County, County Sanitation District No. 2 of Los Angeles County, County Sanitation District No. 3 of Los Angeles County, County Sanitation District No. 5 of Los Angeles County, County Sanitation District No. 8 of Los Angeles County, County Sanitation District No. 15 of Los Angeles County, County Sanitation District No. 16 of Los Angeles County, County Sanitation District No. 17 of Los Angeles County, County Sanitation District No. 18 of Los Angeles County, County Sanitation District No. 19 of Los Angeles County, County Sanitation District No. 21 of Los Angeles County, County Sanitation District No. 22 of Los Angeles County, County Sanitation District No. 23 of Los Angeles County, County Sanitation District No. 28 of Los Angeles County, County Sanitation District No. 29 of Los Angeles County, County Sanitation District No. 34 of Los Angeles County, and South Bay Cities Sanitation District of Los Angeles County (collectively, the “Districts”), entered into certain Joint Outfall Agreement effective July 1, 2020, as amended and superseded by the Joint Outfall Agreement effective July 1, 2022 pursuant to which the Districts agreed to construct, maintain and operated a system of sewers, pumping plants, treatment plants, outfalls and incidental sanitation works as one unit (the “Joint Outfall System”); and

WHEREAS, the Districts desire to finance certain capital additions, replacements, betterments, extensions and improvements to the Joint Outfall System;

WHEREAS, in order to finance the improvements to the Joint Outfall System, the Los Angeles County Sanitation Districts Financing Authority (the “Authority”) and the Districts desire that the Authority issue its Los Angeles County Sanitation Districts Financing Authority Revenue Bonds, 2026 Series A (Joint Outfall System) (the “Bonds”);

WHEREAS, pursuant to Treasury Regulations Section 1.150-2, the District may reimburse amounts advanced by the District for projects if, not later than sixty (60) days after payment of the original expenditure of an amount advanced by the District, the Board adopts an official intent to reimburse the original expenditure, and such reimbursement occurs not later than eighteen (18) months after the later of the date the original expenditure is paid or the date the project is placed in service, but in no event more than three (3) years after the original expenditure is paid, and the District expects to incur certain expenditures prior to the issuance of the Bonds for which it intends to use a portion of the proceeds of the Bonds to reimburse the District;

WHEREAS, the Bonds will be issued pursuant to an Indenture by and between the Authority and U.S. Bank Trust Company, National Association, as trustee (the “Indenture”);

WHEREAS, Zions Bancorporation, National Association, as master trustee, and the Districts have entered and certain other County Sanitation District of Los Angeles County (collectively, as signatories to the Master Obligation Agreement (defined below) the “MOA Districts”) may enter into the Master Obligation Agreement dated April 1, 2022 (the “Master Obligation Agreement”), which sets forth the terms and conditions for the incurrence by each MOA District from time to time of obligations of such MOA District to finance or refinance the acquisition, construction, equipping and improvement of such MOA Districts’ sewerage system and other items with respect thereto that such MOA District may lawfully finance or refinance;

WHEREAS, the Bonds will be payable from and secured by installment payments (the “Installment Payments”) to be made by each District pursuant to a Joint Acquisition Agreement by and among the Districts and the Authority (such Joint Acquisition Agreement, in the form presented to this meeting, with such changes, insertions and omissions as are made pursuant to this Resolution, being referred to herein as the “Joint Acquisition Agreement”);

WHEREAS, all of the Authority’s right, title and interest in and to the Joint Acquisition Agreement (other than such rights of the Authority that are, as provided in the Indenture, retained by the Authority) will, pursuant to the Indenture, be assigned and transferred to the Trustee;

WHEREAS, the rights and obligations of each District under and as provided in the Joint Acquisition Agreement and the Installment Payments of such District, and the rights and obligations of the Trustee, as assignee of the Authority, under and as provided in the Joint Acquisition Agreement and the Installment Payments, will, in all respects, be subject to the rights and obligations of, and the restrictions and limitations on, such District and the Trustee, as assignee of the Authority, under and as provided in the Master Obligation Agreement;

WHEREAS, Jefferies LLC (the “Representative”), on behalf of itself and Cabrera Capital Markets, San Blas Securities and Wells Fargo Securities, has presented the Authority and the Districts with a form of Bond Purchase Agreement, pursuant to which the Representative proposes to purchase the Bonds (such Bond Purchase Agreement, in the form presented to this meeting, with such changes, insertions and omissions as are made pursuant to this Resolution, being referred to herein as the “Purchase Agreement”);

WHEREAS, a form of the Preliminary Official Statement to be distributed in connection with the offering and sale of the Bonds has been prepared, which Preliminary Official Statement contains certain information regarding the District, the Joint Acquisition Agreement, the Indenture and the Bonds (such Preliminary Official Statement, in the form presented to this meeting, with such changes, insertions and omissions as are made pursuant to this Resolution, being referred to herein as the “Preliminary Official Statement”);

WHEREAS, there have been prepared and submitted to this meeting forms of;

- (a) the Joint Acquisition Agreement;
- (b) the Indenture;
- (c) the Purchase Agreement; and
- (d) the Preliminary Official Statement; and

WHEREAS, the Board of Directors of the District (the “Board of Directors”) desires to authorize the execution of such documents and the performance of such acts as may be necessary or desirable to finance certain capital improvements to the Joint Outfall System and the offering, sale and issuance of the Bonds;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of County Sanitation District No. 15 of Los Angeles County, as follows:

Section 1. All of the recitals herein contained are true and correct and the Board of Directors so finds and determines.

Section 2. The Joint Acquisition Agreement, in substantially the form presented to this meeting and made a part hereof as though set forth in full herein, is hereby approved, and each of the Chairperson of the Board of Directors, Chairperson Pro Tem of the Board of Directors, Chief Engineer and General Manager of the District, Assistant Chief Engineer and Assistant General Manager of the District or each such persons designee (collectively, the “Authorized Officers”) is hereby authorized, and any one of the Authorized Officers is hereby directed, for and in the name and on behalf of the District, to execute and deliver the Joint Acquisition Agreement in substantially said form, with such changes, insertions and omissions therein as the Authorized Officer executing the same may require or approve, such approval to be conclusively evidenced by the execution and delivery thereof; provided, however, that such changes, insertions and omissions shall not result in the aggregate principal amount of Bonds payable from the Installment Payments payable by the District under the Joint Acquisition Agreement initially being in excess of \$57,000,000, shall not result in the final scheduled payment date of the Installment Payments payable by the District under the Joint Acquisition Agreement being later than October 1, 2057 and shall not result in a true interest cost attributable to the Installment Payments payable by the District under the Joint Acquisition Agreement being in excess of 5.25% per annum.

Section 3. The Indenture, in substantially the form presented to this meeting and made a part hereof as though set forth in full herein, is hereby approved, and the issuance of the Bonds on the terms and conditions set forth therein, and subject to the limitations specified therein, is hereby approved; provided, however, that the aggregate principal amount of the Bonds shall not exceed \$510,000,000, the final maturity date of the Bonds shall not be later than October 1, 2057 and the true interest cost for the Bonds shall not be in excess of 5.25% per annum.

Section 4. The Purchase Agreement, in substantially the form presented to this meeting and made a part hereof as though set forth in full herein, is hereby approved, and each of the Authorized Officers is hereby authorized, and any one of the Authorized Officers is hereby directed, for and in the name and on behalf of the District, to execute and deliver the Purchase Agreement in substantially said form, with such changes, insertions and omissions therein as the Authorized Officer executing the same may require or approve, such approval to be conclusively evidenced by the execution and delivery thereof; provided, however, that the underwriters’ discount for the sale of the Bonds (exclusive of any original issue discount) shall not exceed 0.225% of the initial aggregate principal amount of the Bonds.

Section 5. The information regarding the District, the Master Obligation Agreement, the Joint Acquisition Agreement, the Indenture and the Bonds contained in the Preliminary Official Statement, in substantially the form presented to this meeting and made a part hereof as though set

forth in full herein, with such changes, insertions and omissions therein as may be approved by an Authorized Officer, is hereby approved, and the distribution of the Preliminary Official Statement in connection with the offering and sale of the Bonds is hereby authorized and approved. If determined by the Authority to be necessary or appropriate, the Authorized Officers are hereby authorized to certify on behalf of the District that the Preliminary Official Statement is deemed final as of its date, within the meaning of Rule 15c2-12 promulgated under the Securities Exchange Act of 1934 (except for the omission of certain final pricing, rating and related information as permitted by said Rule).

Section 6. The preparation and delivery of a final Official Statement (the “Official Statement”), and its use in connection with the offering and sale of the Bonds, be and the same is hereby authorized and approved. The Official Statement shall be in substantially the form of the Preliminary Official Statement, with such changes, insertions and omissions as may be approved by an Authorized Officer, such approval to be conclusively evidenced by the execution and delivery thereof. Each of the Authorized Officers is hereby authorized, and any one of the Authorized Officers is hereby directed, for and in the name and on behalf of the District, to execute the final Official Statement and any amendment or supplement thereto, for and in the name of the District.

Section 7. The Board of Directors hereby authorizes the execution and delivery of all agreements, documents, certificates and instruments authorized by this Resolution to be executed and delivered (a) with electronic signatures using DocuSign, as the same may be permitted under the California Uniform Electronic Transactions Act, and (b) with digital signatures using DocuSign, as the same may be permitted under Section 16.5 of the California Government Code.

Section 8. The Authorized Officers and the officers and employees of the District are, and each of them is, hereby authorized and directed, for and in the name and on behalf of the District to do any and all things and to execute and deliver any and all agreements, documents, certificates and instruments that they or any of them deem necessary or advisable in order to consummate the transactions contemplated by this Resolution and otherwise to carry out, give effect to and comply with the terms and intent of this Resolution.

Section 9. All actions heretofore taken by the Authorized Officers and the officers and employees of the District with respect to the financing of improvements to the Joint Outfall System and the issuance and sale of the Bonds, or in connection with or related to any of the agreements, documents, certificates or instruments referred to herein, are hereby approved, confirmed and ratified.

Section 10. This Resolution shall take effect immediately upon its adoption.

PASSED AND ADOPTED by the Board of Directors of County Sanitation District No. 15 of Los Angeles County on this 27th day of May, 2026.

Chairperson

ATTEST:

Secretary