

Notice and Agenda

REGULAR MEETINGS — BOARDS OF DIRECTORS — COUNTY SANITATION DISTRICT NO. 27/
NEWHALL RANCH SANITATION DISTRICT

To be held in the HEARING ROOM
OF THE BOARD OF SUPERVISORS
500 West Temple Street, Room 383, Los Angeles, California

*For the public to join the meeting virtually, click [Board Meeting/Agendas](http://www.lacsd.org/agendas).
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TUESDAY		June 9, 2026		At 9:30 A.M.
BARGER	HAHN	SOLIS (Chairperson)	HORVATH	MITCHELL

1. Approve minutes of the regular meeting held March 3, 2026 (both Districts)
2. Recommendation: Approve January through March 2026 Expenses in Total Amounts of \$56,658 (District No. 27) (3) and \$143,607 (Newhall Ranch Sanitation District) (5)
3. Recommendation: Establish by Resolution Appropriations Limit of \$1,337,948 as Required by California Government Code Section 7910 (3)
4. Recommendation: Adopt Operation Budget and Adopt Resolution Requesting Tax Levy of \$591,000 (3)
5. Recommendation: Authorize Appropriations per Budget (3)
6. Recommendation: Adopt Operating Fund Budget (5)
7. Recommendation: Authorize Appropriations per Budget (5)

Adjourn Newhall Ranch Sanitation District to Tuesday, June 23, 2026, at 9:30 a.m., Board of Supervisors, Kenneth Hahn Hall of Administration, Los Angeles, California



May 21, 2026

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

Directors:

The enclosed consolidated agenda includes the following items for the regular meetings of the Boards of Directors of District No. 27 and Newhall Ranch Sanitation District meeting Tuesday, June 9, 2026.

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

District No. 27 (3) Local District expenses represent costs that are the sole responsibility of the individual District. Allocated expenses represent the District’s proportionate share of expenses made by District No. 2, the Administrative District, on its behalf pursuant to the Joint Administration Agreement. This Agreement provides for the joint administration and technical support for all of the signatory Districts along with the methodology for determining the proportionate costs for each District. A variety of financial reports providing additional context, including payment registers and previously approved budgets, are available on the Districts’ website at lacsd.org/financial-documents. This item is consistent with the Districts’ Guiding Principle of commitment to fiscal responsibility and prudent financial stewardship.

District No. 27 –

Local Expenses:

Operations & Maintenance	\$39,731
Capital	14,776

Allocated Expenses:

Joint Administration	<u>2,151</u>
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Total Expenses	<u>\$56,658</u>
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Newhall Ranch Sanitation District (5) Local District expenses represent costs that are the sole responsibility of the individual District. Allocated expenses represent the District’s proportionate share of expenses made by District No. 2, the Administrative District, on its behalf pursuant to the Joint Administration Agreement. This Agreement provides for the joint administration and technical support for all of the signatory Districts along with the methodology for determining the proportionate costs for each District. Operations and Maintenance expenses this period include the approximately \$935,000 annual contract disposal payment to the Santa Clarita Valley Sanitation District. A variety of financial reports providing additional context, including payment registers and previously approved budgets, are available on the Districts’ website at lacsd.org/financial-documents. This item is consistent with the Districts’ Guiding Principle of commitment to fiscal responsibility and prudent financial stewardship.

Newhall Ranch Sanitation District –

Local District Expenses:	
Operations & Maintenance	\$114,619
Capital	5,325
Allocated Expenses:	
Joint Administration	10,957
Technical Support	12,706
Total Expenses	<u>\$143,607</u>

3, 4, and 5. **Wastewater Budget Matters for Fiscal Year 2026-27.** (3) Attached is a copy of the proposed final budget for fiscal year 2026-27 for District No. 27, with a breakdown of the items included in the sewerage system budget. The general revenue source available to the District is the pro rata share of the ad valorem (property) taxes. The sewerage system budget was prepared in accordance with the Joint Administration Agreement. In the case of Districts which contract with the City of Los Angeles for sewerage service (District No. 27), the Joint Administration Agreement states that these Districts shall pay one one-hundredth of one percent of all joint expenses. District No. 27 currently owns and operates trunk sewers within the District. However, the District does not own or operate any treatment and disposal facilities. The District contracts these services with the City of Los Angeles. Districts' staff has no direct control over the City of Los Angeles costs. Thus, the portion of the proposed budget attributable to contract disposal Operations and Maintenance (O&M) and capital is a direct reflection of the City of Los Angeles O&M and capital costs. The local O&M and local capital costs only reflect the cost of operating and maintaining the District's local sewer system.

6 and 7. **Wastewater Budget Matters for Fiscal Year 2026-27.** (5) Attached is a copy of the proposed budget for fiscal year 2026-27 for Newhall Ranch Sanitation District (NRSD) with a breakdown of the items included in the budget. The main revenue source for NRSD is service charge revenues. The budget was prepared in accordance with the Joint Administration Agreement and other agreements.

Very truly yours,


Robert C. Ferrante

RCF:drs
Enclosures

**County Sanitation District No. 27 of Los Angeles County
Final Operating Fund Budget (\$ in thousands)
Fiscal Year 2026-27**

	Adopted 2025-26 ⁽¹⁾	Proposed 2026-27 ⁽¹⁾
<u>Starting Balance</u>	\$ 102	\$ 140
 <u>Sources of Funds</u>		
Ad Valorem Tax Revenue	558	591
Interest	2	3
Total Non-Operating Revenue	560	594
Transfers from Restricted Funds	17	19
Total Transfers In	17	19
 Total Sources of Funds	\$ 577	\$ 613
 <u>Use of Funds</u>		
Joint Administration Operations	\$ 9	\$ 10
Sewer System Operations	17	11
Contract Disposal Operations	126	130
Other Operational Expenditures	-	25
Operations and Maintenance Expense	151	175
Joint Administration Capital	2	2
Contract Disposal Capital	15	102
Capital Expense	17	104
Transfers to Designated Reserves	388	332
Transfers Out	388	332
 Total Use of Funds	\$ 555	\$ 611
 <u>Ending Balance</u>	\$ 123	\$ 142

(1) The Adopted FY 25-26 Budget is presented as adopted by the Board in 2025. The ending balance reflects the estimate at that time, and therefore may not match the current estimated starting balance for the Proposed FY 26-27 Budget.

**County Sanitation District No. 27 of Los Angeles County
Reserve Funds Proposed Budget (\$ in thousands)
Fiscal Year 2026-27**

	Unrestricted	Designated ⁽¹⁾	Restricted	
	Operating	Financial Stability	Capital Improvement	Total
Starting Balance	\$ 140	3,641	19	3,800
Non-Operating Revenue	594	73	-	667
Transfers In	19	332	-	351
Operations and Maintenance Expense	175	-	-	175
Capital Expense	104	-	-	104
Transfers Out	332	-	19	351
Ending Balance	<u>142</u>	<u>4,046</u>	<u>-</u>	<u>4,188</u>

(1) Pursuant to the revised financial reserve policy to take effect on July 1, 2026, the Emergency Fund, O&M Financial Stability Fund, and Capital Projects Financial Stability Fund have been consolidated into a new Financial Stability Fund.

**County Sanitation District No. 27 of Los Angeles County
Wastewater Budget Rate and Other Information Summary
Fiscal Year 2026-27**

	Adopted 2025-26	Proposed 2026-27
<u>Service Charge Rate (\$ per Sewage Unit)</u>	0.00	0.00
<u>Total Connection Fee Rate (\$ per Capacity Unit)</u>	1,460.00	1,460.00
<u>Projected Sewage Units</u>		
Residential/Commercial	554	554
Contract Out	-554	-554
Total Served Sewage Units	0	0

**Newhall Ranch Sanitation District
Final Operating Fund Budget (\$ in thousands)
Fiscal Year 2026-27**

	<u>Adopted 2025-26 ⁽¹⁾</u>	<u>Proposed 2026-27 ⁽¹⁾</u>
<u>Starting Balance</u>	\$ 661	\$ 849
 <u>Sources of Funds</u>		
Service Charge	\$ 985	\$ 1,296
Newhall Land and Farming	462	1,790
Total Operating Revenue	1,447	3,086
 Interest	 13	 17
Total Non-Operating Revenue	13	17
 Total Sources of Funds	\$ 1,460	\$ 3,103
 <u>Use of Funds</u>		
Joint Administration Operations	\$ 102	\$ 126
Sewer System Operations	118	146
Treatment Plant Operations	118	143
Contract Disposal Operations	871	1,098
Other Operational Expenditures	77	58
Operations and Maintenance Expense	1,286	1,571
 Joint Administration Capital	 11	 35
Treatment Plant Capital	25	26
Capital Expense	36	61
 Transfers to Designated Reserves	 87	 1,412
Transfers Out	87	1,412
 Total Use of Funds	\$ 1,409	\$ 3,044
 <u>Ending Balance</u>	\$ 712	\$ 909

(1) The Adopted FY 25-26 Budget is presented as adopted by the Board in 2025. The ending balance reflects the estimate at that time, and therefore may not match the current estimated starting balance for the Proposed FY 26-27 Budget.

**Newhall Ranch Sanitation District
Capital Projects Wastewater Budget (\$ in thousands)**

Project Name	Description	FY26-27 Budget	Estimated Completion	Total Budget ⁽¹⁾
Newhall Ranch Sanitation District Facilities Planning & Support	Capital improvements to water reclamation plant	26	06-30-2028	1,590
	Treatment Plants Total	<u>26</u>		
	Total Capital Projects	<u><u>26</u></u>		

(1) Includes past, present, and future amounts.

**Newhall Ranch Sanitation District
Reserve Funds Proposed Budget (\$ in thousands)
Fiscal Year 2026-27**

	Unrestricted	Designated ⁽¹⁾	Restricted	
	Operating	Financial Stability	JSSA Reserve	Total
Starting Balance	\$ 849	811	5,652	7,312
Operating Revenue	3,086	-	-	3,086
Non-Operating Revenue	17	16	113	146
Transfers In	-	1,412	-	1,412
Operations and Maintenance Expense	1,571	-	-	1,571
Capital Expense	61	-	-	61
Transfers Out	1,412	-	-	1,412
Ending Balance	<u>909</u>	<u>2,239</u>	<u>5,765</u>	<u>8,912</u>

(1) Pursuant to the revised financial reserve policy to take effect on July 1, 2026, the Emergency Fund, O&M Financial Stability Fund, and Capital Projects Financial Stability Fund have been consolidated into a new Financial Stability Fund.

**Newhall Ranch Sanitation District
Wastewater Budget Rate and Other Information Summary
Fiscal Year 2026-27**

	<u>Adopted 2025-26</u>	<u>Proposed 2026-27</u>
<u>Service Charge Rate (\$ per Sewage Unit)</u>	696.60	696.60
<u>Industrial Waste (Surcharge) Rates</u>		
Flow (\$ per MGY)	2,667.80	2,667.80
COD (\$ per 1000 lbs)	608.10	608.10
SS (\$ per 1000 lbs)	1,494.20	1,494.20
Peak Flow (\$ per gpm)	377.40	377.40
Short Form Rate (\$ per million gallon per year)	9,033.30	9,033.30
<u>Total Connection Fee Rate (\$ per Capacity Unit)</u>	9,410.00	9,410.00
<u>Projected Sewage Units</u>		
Residential/Commercial	1,414	1,861
Total Served Sewage Units	<u>1,414</u>	<u>1,861</u>

SUMMARY OF 2026-27 APPROPRIATIONS LIMIT FOR SANITATION DISTRICT NO. 27

DISTRICT NUMBER	2025-26 APPRO. LMT. EXCLUDING MANDATED COSTS	POPULATION CHANGE FACTOR	APPRO. LMT. ¹ CHANGE FACTOR	2026-27 APPRO. LMT. EXCLUDING MANDATED COSTS	2026-27 MANDATED COSTS	2026-27 APPRO. LMT. INCLUDING MANDATED COSTS	ESTIMATED AD VALOREM TAX REVENUES
27	\$ 1,253,293	0.9936	1.0427	\$ 1,306,870	-	\$ 1,306,870	\$ 591,000

¹ This column represents the net change resulting from the percent change in population and the percent change in Per Capita Income of 4.95%.

