

South Bay Cities Council of Governments

April 28, 2016

TO: SBCCOG Board of Directors
FROM: SBCCOG Steering Committee
RE: Increase to Annual SBCCOG Member Dues

Adherence to Strategic Plan:

Goal D: Organizational Stability. Be a high performing organization with a clear path to long-term financial health, staffing continuity and sustained board commitment.

BACKGROUND

It is necessary at this time to ratify the amount for next year's dues so that the draft 2016-2017 budget can be prepared for presentation to the Board at the May meeting.

At the February 8, 2016 the Steering Committee (acting as the Board of Directors in months when there is no Board meeting) approved a motion to consider a 6.4% increase in the SBCCOG dues for the 2016-2017 fiscal year. This increase (totaling \$20,000) is predicated upon maintaining sufficient reserves and doing so by increasing the reserves by 2% for the next 2 years until we reach 6%. Our current reserves are at 3.6% and this increase will keep us on target to get to 4%.

There has been a 60 day notice of the dues increase pursuant to the Bylaws. Also, the Bylaws require an affirmative vote of 2/3 of the total voting membership of the Governing Board to be approved.

Attached please find a chart with the current dues that your city is paying as well as the new amount with the proposed increase.

RECOMMENDATION

The Steering Committee recommends that the Board increase dues by 6.4% for 2016-2017 per the attached table.

**SBCCOG DUES Calculations for FY 2015-2016 based upon proportional
increase of 6.4%.
Increases dues total by \$20,000.**

			NEW DUES - 2016-2017				
	CITY	Current Amount invoiced to Member Agencies in FY 15-16	Increase \$20,000/yr.	Proposed increase 2016-2017 (% change)	CPI increase 2002-2015 (% increase)	Dues amount 2002	Value of 2002 Dues plus assessment amount in 2015 \$
1	CARSON	\$ 21,360	\$ 22,727	6.4%	30.47%	\$ 14,739	\$ 24,481
2	EL SEGUNDO	\$ 13,178	\$ 14,021	6.4%	30.47%	\$ 10,082	\$ 15,404
3	GARDENA	\$ 17,358	\$ 18,469	6.4%	30.47%	\$ 12,494	\$ 20,051
4	HAWTHORNE	\$ 21,817	\$ 23,213	6.4%	30.47%	\$ 15,167	\$ 25,039
5	HERMOSA BEACH	\$ 9,608	\$ 10,223	6.4%	30.47%	\$ 6,741	\$ 11,045
6	INGLEWOOD	\$ 32,344	\$ 34,414	6.4%	30.47%	\$ 25,018	\$ 37,892
7	LAWNDALE	\$ 11,398	\$ 12,128	6.4%	30.47%	\$ 6,916	\$ 12,774
8	LOMITA	\$ 8,555	\$ 9,103	6.4%	30.47%	\$ 5,756	\$ 9,760
9	LOS ANGELES	\$ 36,758	\$ 39,111	6.4%	30.47%	\$ 29,149	\$ 43,282
10	MANHATTAN BEACH	\$ 13,880	\$ 14,768	6.4%	30.47%	\$ 9,419	\$ 15,859
11	PALOS VERDES ESTATES	\$ 8,077	\$ 8,594	6.4%	30.47%	\$ 5,309	\$ 9,177
12	RANCHO PALOS VERDES	\$ 12,361	\$ 13,152	6.4%	30.47%	\$ 7,818	\$ 13,950
13	REDONDO BEACH	\$ 19,294	\$ 20,529	6.4%	30.47%	\$ 14,306	\$ 22,416
14	ROLLIING HILLS ESTATES	\$ 7,143	\$ 7,600	6.4%	30.47%	\$ 4,435	\$ 8,037
15	ROLLING HILLS	\$ 4,942	\$ 5,258	6.4%	30.47%	\$ 3,500	\$ 5,692
16	TORRANCE	\$ 36,758	\$ 39,111	6.4%	30.47%	\$ 29,149	\$ 43,282
17	COUNTY OF LOS ANGELES	\$ 37,668	\$ 40,079	6.4%	30.47%	\$ 30,000	\$ 44,392
		\$ 312,500.00	\$ 332,500.00			\$ 229,998.00	\$ 362,531.67