

# South Bay Cities Council of Governments

February 27, 2020

TO: SBCCOG Board of Directors

FROM: SBCCOG Steering Committee

SUBJECT: 2020-2021 Dues – Notice of Intention to Consider an Increase in 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

The Ad Hoc Finance Committee is exploring a new dues formula for the SBCCOG. They are hoping to finalize something soon for Board approval. However, they have made the determination that more of the operating budget should be coming from dues. Therefore, in order to comply with the SBCCOG By-Laws, they have authorized and the Steering Committee has concurred with issuing this Notice of Intention to Consider an Increase in Dues.

Per the Bylaws, which require a 60 day notice for any increase in the dues, the requested action is to approve a notice of intention to consider a dues increase at this Board of Directors meeting so that the 2020-2021 budget presented to the Board in May reflects the dues revenue that will be recommended.

The actual Bylaws provision reads as follow: *Dues. The Members of the Council shall be responsible for the payment to the Council annually, of dues and the amounts periodically budgeted by the Governing Board, as and for the operating costs of the Council ("Dues"). Sixty (60) days' notice shall be provided to Members of the date of the meeting at which any increase in the Dues is to be determined for the following year. If an increase in dues is proposed from the previous year, an affirmative vote of two-thirds (2/3) of the total voting membership of the Governing Board is required to set the new dues.*

## RECOMMENDATION

The Steering Committee recommends that the Board state its intention to consider a dues increase for the coming year. The vote on this issue will be on the May 28, 2020 Board meeting agenda as part of the FY 2020-2021 budget.