

# South Bay Cities Council of Governments

May 24, 2018

TO: SBCCOG Board of Directors

FROM: SBCCOG Steering Committee

SUBJECT: 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

At the March 22, 2018 Board of Directors meeting, a motion was approved to consider a 5.7% dues increase for the coming year for a total of \$20,000.

This action was consistent with the recommendation of the Ad Hoc Finance Committee which met during the FY2014-2015 period and with the consensus of city managers at that time, dues were to be increased just under 7% - or \$20,000 - each year for 5 years to build the SBCCOG's reserves. This is year 4.

The attached table shows the allocation to each city of the \$20,000 increase to the total dues collected for the FY2018-2019. Each city will share in equal proportion with a 5.7% increase.

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.

Please note that there will be a meeting of the Ad Hoc Committee on Dues scheduled shortly into the new fiscal year to consider the dues after the current 5 year dues increase schedule ends on June 30, 2020.

## RECOMMENDATION

Pursuant to the recommendation of the former Ad Hoc Finance Task Force, it is recommended that the Board increase dues by a total of \$20,000 for 2018-2019 per the attached table.

**SBCCOG DUES Calculations based upon proportional increases - Increase \$100,000 over 5 year period**

							2015-2016	2016-2017	2017-2018	NEW DUES - 2018-2019	NEW DUES - 2019-2020	
	CITY	2010 CENSUS POPULATION	POPULATION %	2012 BUDGETS	EXP %	Current Dues based on year 2000 data plus assessment	Increase \$20,000/yr.	Increase \$20,000/yr.	Increase \$20,000/yr.	Increase \$20,000/yr.	Increase \$20,000/yr.	% change proposed dues increase 2018-2019
1	CARSON	91,714	0.088450	78,718,066	0.05035	\$ 19,989.00	\$ 21,360	\$ 22,727	\$ 24,094	\$ 25,461	\$ 26,828	5.7%
2	EL SEGUNDO	16,654	0.016061	87,793,379	0.05616	\$ 12,332.00	\$ 13,178	\$ 14,021	\$ 14,865	\$ 15,708	\$ 16,551	5.7%
3	GARDENA	58,829	0.056736	68,544,017	0.04384	\$ 16,244.00	\$ 17,358	\$ 18,469	\$ 19,580	\$ 20,691	\$ 21,802	5.7%
4	HAWTHORNE	84,293	0.081293	92,515,065	0.05918	\$ 20,417.00	\$ 21,817	\$ 23,214	\$ 24,610	\$ 26,006	\$ 27,403	5.7%
5	HERMOSA BEACH	19,506	0.018812	27,313,810	0.01747	\$ 8,991.00	\$ 9,608	\$ 10,223	\$ 10,837	\$ 11,452	\$ 12,067	5.7%
6	INGLEWOOD	109,673	0.105770	180,375,719	0.11538	\$ 30,268.00	\$ 32,344	\$ 34,414	\$ 36,484	\$ 38,554	\$ 40,624	5.7%
7	LAWDALE	32,769	0.031603	14,968,417	0.00957	\$ 10,666.00	\$ 11,398	\$ 12,127	\$ 12,856	\$ 13,586	\$ 14,315	5.7%
8	LOMITA	20,256	0.019535	15,752,474	0.01008	\$ 8,006.00	\$ 8,555	\$ 9,103	\$ 9,650	\$ 10,198	\$ 10,745	5.7%
9	LOS ANGELES	145,438	0.140262	258,394,355	0.16528	\$ 34,399.00	\$ 36,758	\$ 39,111	\$ 41,463	\$ 43,816	\$ 46,168	5.7%
10	MANHATTAN BEACH	35,135	0.033885	70,820,376	0.04530	\$ 12,989.00	\$ 13,880	\$ 14,768	\$ 15,656	\$ 16,545	\$ 17,433	5.7%
11	PALOS VERDES ESTATES	13,438	0.012960	15,136,759	0.00968	\$ 7,559.00	\$ 8,077	\$ 8,594	\$ 9,111	\$ 9,628	\$ 10,145	5.7%
12	RANCHO PALOS VERDES	41,643	0.040161	22,463,355	0.01437	\$ 11,568.00	\$ 12,361	\$ 13,153	\$ 13,944	\$ 14,735	\$ 15,526	5.7%
13	REDONDO BEACH	66,748	0.064373	103,573,993	0.06625	\$ 18,056.00	\$ 19,294	\$ 20,529	\$ 21,764	\$ 22,999	\$ 24,234	5.7%
14	ROLLING HILLS ESTATES	8,067	0.007780	7,630,943	0.00488	\$ 6,685.00	\$ 7,143	\$ 7,601	\$ 8,058	\$ 8,515	\$ 8,972	5.7%
15	ROLLING HILLS	1,860	0.001794	2,559,483	0.00164	\$ 4,625.00	\$ 4,942	\$ 5,259	\$ 5,575	\$ 5,891	\$ 6,207	5.7%
16	TORRANCE	145,438	0.140262	258,394,355	0.16528	\$ 34,399.00	\$ 36,758	\$ 39,111	\$ 41,463	\$ 43,816	\$ 46,168	5.7%
17	COUNTY OF LOS ANGELES	145,438	0.140262	258,394,355	0.16528	\$ 35,250.00	\$ 37,668	\$ 40,078	\$ 42,489	\$ 44,900	\$ 47,311	5.7%
		1,036,899	1.000000	1,563,348,921	1.00000	\$ 292,443.00	\$ 312,500.00	\$ 332,500.00	\$ 352,500.00	\$ 372,500.00	\$ 392,500.00	
						Total Dues:	\$ 312,500.00	\$ 332,500.00	\$ 352,500.00	\$ 372,500.00	\$ 392,500.00	

source => <http://www.sco.ca.gov/Files-ARD-Local/LocRep/1112cities.pdf>