Local Agency Formation Commission OF KINGS COUNTY

CITY MEMBERS
Sid Palmerin
Dave Brown
Dave Brown
Martin Devine, Alternate

Greg Gatzka, Executive Officer, (559) 852-2682

COUNTY MEMBERS
PUBLIC MEMBERS
Dan Chin
Vernon Costa, Alternate
Vernon Costa, Alternate

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Community Development Agency at (559) 852- 2680 by 4:00 p.m. on the Monday prior to this meeting.

Agenda backup information and any public records provided to the Commission after the posting of the agenda for this meeting will be available for public review at the Kings County Community Development Agency, 1400 W. Lacey Blvd., Hanford, CA 93230.

AGENDA

REGULAR MEETING DATE AND TIME: Wednesday, April 24, 2019 at 3:00 P.M.

The Local Agency Formation Commission of Kings County Regular Meetings are held in the Board of Supervisors Chambers in the Administration Building (Bldg. No. 1) of the Kings County Government Center located at 1400 West Lacey Blvd., Hanford, CA.

I. CALL MEETING TO ORDER - Chairman

A. Unscheduled Appearances:

Any person may address the Commission on any subject matter within the jurisdiction or responsibility of the Commission at the beginning of the meeting; or may elect to address the Commission on any agenda item at the time the item is called by the Chair, but before the matter is acted upon by the Commission. Unscheduled comments will be limited to five minutes.

B. Approval of March 27, 2019 Minutes (Voice Vote)

II. OLD BUSINESS

None

III. NEW BUSINESS

A. LAFCO Budget FY 2019-2020

- 1) Executive Officer's Report
- 2) Public Hearing
- 3) Continue Hearing to May 22, 2019

B. Overview of LAFCO

1) Executive Officer's Report

IV. LEGISLATION

None

V. MISCELLANEOUS

- A. Correspondence -
- B. Items from the Commission -
- C. Staff Comments -

VII. ADJOURNMENT

A. Next Scheduled Meeting – Regular Meeting Date May 22, 2019 at 3:00 p.m.

LOCAL AGENCY FORMATION COMMISSION MINUTES

CITY MEMBERS
Sid Palmerin
Dave Brown
Martin Devine - Alternate

COUNTY MEMBERS
Joe Neves – Chair
Doug Verboon – Vice Chair
Richard Valle - Alternate

PUBLIC MEMBERS Dan Chin Vernon Costa - Alternate

CALL TO ORDER: A special meeting of the Local Agency Formation Commission of Kings County was called to order by Chairman, Joe Neves, at 3:10 p.m., on March 27, 2019 in the Board of Supervisors Chambers of the Kings County Government Center, located at 1400 W. Lacey Blvd., in Hanford, California.

COMMISSIONERS PRESENT:

Joe Neves, Doug Verboon, Sid Palmerin, Dave

Brown, Dan Chin

COMMISSIONERS ABSENT:

STAFF PRESENT:

Greg Gatzka – Executive Officer, Chuck Kinney – Assistant Executive Officer, Terri Yarbrough –

Clerk

VISITORS PRESENT:

UNSCHEDULED APPEARANCES: None

ELECTION OF OFFICERS:

A motion was made and seconded (Verboon/Brown) to nominate Commissioner Neves for Chairman. A motion was made by Commissioner Chin to close the nominations. Motion carried unanimously. A motion was made and seconded (Palmerin/Chin) to nominate Commissioner Verboon for Vice-Chairman. A motion was made by Commissioner Brown to close the nominations. Motion carried unanimously.

APPROVAL OF MINUTES:

A motion was made and seconded (Palmerin/Brown) to approve the minutes of the May 23, 2018 meeting. Motion carried unanimously, with Verboon and Brown abstaining.

OLD BUSINESS:

None

NEW BUSINESS

2019 CALAFCO Staff Workshop

Mr. Gatzka requested authorization for staff to attend the 2019 CALAFCO Staff Workshop. A motion was made and seconded (Verboon/Chin) to approve staff to attend the 2019 CALAFCO Staff Workshop. Motion carried unanimously. Commissioner Verboon suggested contacting Nina Hawk for a tour of the water treatment plant.

LAFCO Preliminary Budget FY 2019-2020

Mr. Gatzka presented the preliminary budget. A motion was made and seconded (Verboon/Chin) to set a public hearing for April 24, 2019 and May 22, 2019. Motion carried unanimously.

LEGISLATION

None

MISCELLANEOUS

- A. Correspondence None
- **B.** Items from the Commission Chairman Neves introduced Commissioner Brown. Chairman Neves suggested that staff provide guidelines on water and sewer at the next meeting. He also suggested an overview of the role of LAFCO since we have new members.
- C. Staff Comments Mr. Kinney reported he has had a few discussions with the Cities of Hanford and Lemoore and they are looking at doing some annexations. Mr. Gatzka stated that the sphere of influence could also be affected with these potential annexations.

ADJOURNMENT — With no further business before the Commission, the meeting was adjourned at 3:28 p.m.

A. A meeting is scheduled for April 24, 2019 at 3:00 p.m.

Respectfully submitted,

LOCAL AGENCY FORMATION COMMISSION OF KINGS COUNTY

Gregory R. Gatzka, Executive Officer

h:\lafco\commission meetings\minutes\2019\3-27-19 lafco minutes.doc

Local Agency Formation Commission OF KINGS COUNTY

GREGORY R. GATZKA, EXECUTIVE OFFICER

MAILING ADDRESS: 1400 W. LACEY BLVD., HANFORD, CA 93230
OFFICES AT: ENGINEERING BUILDING, KINGS COUNTY GOVERNMENT CENTER, HANFORD
(559) 852-2670 • FAX: (559) 584-8989 • WWW.KINGSLAFCO.COM

TO: LAFCO Commissioners

FROM: Greg Gatzka, Executive Officer

DATE: April 24, 2019

SUBJECT: 2019-2020 Proposed Budget Review

I. INTRODUCTION:

Attached is the summary review of the proposed budget recommended by the Executive Officer for Fiscal Year 2019-2020. This proposed Budget includes all the updated costs related to other County Departments. The requested budget of \$68,598 is \$1,987 more than last year's request, a 2.98% increase. The requested amount covers LAFCO's general activities as required by Assembly Bill 2838, the Cortese – Knox – Hertzberg Act, and continued involvement with CALAFCO to keep current on legislative and procedural changes. The largest adjustments in the budget this year are an increase of \$1,067 in CAP charges and increases of \$1,137 in administrative allocation. There is no change in the total funds being requested for In-Service Training and Travel and Expense although these two line items are being merged into one account. The net result of all of the budget changes resulted in the budget with an increase of \$1,987. Revenues are projected at \$34,799, up \$1,912 from the 2018-2019 Budget. This amount includes the estimated LAFCO Application Fees of \$1,000 and City shares for half of the remaining LAFCO budget. The County covers the remaining half of the LAFCO Budget share of \$33,799, which is an increase of \$75 from last FY. The total budget estimate is \$68,598.

II. LAFCO 2019-2020 FISCAL YEAR OBJECTIVES

The primary objectives for the 2019-2020 Fiscal Year Budget will center on continued training for LAFCO staff on operational procedures and processes, timely processing of reorganization and sphere of influence amendment applications, processing of all spheres of influence amendments for the cities, communities, and special districts in Kings County and prepare resources for the next required update. Staff will also review and assist Cities and Districts with the preparation of detailed MSRs for any Sphere of Influence Amendment application submitted to LAFCO to ensure compliance with Government Code Section 56430. As LAFCO staff is often relied upon by Cities to advise their prospective development applicants on annexation processes, staff needs to remain current on LAFCO processes, procedures, issues and implementation strategies. Continuing Legislative changes to LAFCO processes and procedures also necessitates

staff's need for continual update through CALAFCO legislative review activities. LAFCO staff has remained actively involved with CALAFCO workshops and other training venues to fulfill that need. The two annual CALAFCO training events are organized by LAFCO volunteers to keep all LAFCOs current on issues and implementation strategies.

III. SUMMARY OF RECOMMENDATION:

The recommended draft budget for FY 2019-2020 will require a budget of approximately \$68,598. After applying the estimated \$1,000 in fee revenue, the County's share is \$33,799. The Cities share is also \$33,799. An estimated summary of individual City shares based on population (not including prison populations) is provided in the chart below. The Executive Officer recommends that the Commission open the public hearing to receive public comment and testimony on the proposed LAFCO Budget and continue the public hearing to the May 22, 2019, Commission meeting. A copy of the detailed line item Budget for the proposed LAFCO Expenditures and Revenues is attached.

2010 City/County Population Percentages for LAFCO Budget April 4, 2019

County/City	Population	Percentage of	City Share	LAFCO
	4/1/2010	Population	Percentage	Cost
KINGS COUNTY POP.	152982			
AVENAL	9083	5.94%	9.06%	\$3,062.19
CORCORAN	12697	8.30%	12.66%	\$4,278.95
HANFORD	53967	35.28%	53.82%	\$18,190.62
LEMOORE	24531	16.04%	24.46%	\$8,267.24
CITY SUB TOTAL	100278	65.55%	100.00%	\$33,799
Prison Population	18538	12.12%		
Federal Territories	7799	5.10%		
UNINCORPORATED	26367	17.24%		\$33,799

100.00% \$67,598.00

Prepared by: LAFCO of Kings County, April 4, 2019

LOCAL AGENCY FORMATION COMMISSION OF KINGS CO.

Fiscal Year 2019-2020

UNIT NUMBER: 280000
UNIT TITLE: LAFCO
FUNCTION: Pub. Safety
ACTIVITY: Other Protect.

NO. 18-19 31/19 10-10	Department:	Department: Local Agency Formation Commission of Kings County (LAFCO)											Run date:				
NO. 18-19 31/19 10-10	ACCOUNT				% of Bud.		3/1/19 DEPT.			Change		% Change					
Regular Engalgoryce 91000	DESCRIPTIO	N	ACCT.		Budget		To Date	Diff	ference	Expended		Estimated		_	18-	19 to 19-20	18-19 to 19-20
Regular Employees			NO.		18-19		3/1/19	3/	/1/19	to Date		18-19	20	19-2020		19-20	19-20
Extra Riop	SALARIES & BENEFITS	:												_			
Overtime	Regular Employees	91000	82-1010	\$	-	\$	-		-	NA	\$	-			\$	-	N/A
OAS D.1	Extra Help	91001	82-1020	\$	-	\$	-	\$	-	NA	\$	-		0	\$	-	N/A
Retirement	Overtime	91002	82-1030	\$	-	\$	-	\$	-	NA	\$	-	\$	0	\$	-	N/A
Health Insurance	O.A.S.D.I.	91005	82-1100	\$	-	\$	-	\$	-	NA	\$	-	\$	0	\$	-	N/A
Unemployment Insurance	Retirement	91007	82-1110	\$	-	\$	-	\$	-	NA	\$	-	\$	0	\$	-	N/A
Insurance-Work Comp. 91011 82-1123 \$ - \$ - \$ - \$ - \$ NA \$ - \$ \$ 0 \$ \$ - \$ NA \$ NA \$ - \$ \$ 0 \$ \$ 0 \$ NA \$	Health Insurance	91008	82-1120	\$	-	\$	-	\$	-	NA	\$	-	\$	0	\$	-	N/A
Management Benefits	Unemployment Insurance	91010	82-1122	\$	-	\$	-	\$	-	NA	\$	-	\$	0	\$	-	N/A
SERVICES & SUPPLIES: Communications 92006 82-212000 \$ 80 \$ 52 \$ 28 64.91% \$ 78 \$ 80 \$ - 0.00%	Insurance-Work Comp.	91011	82-1123	\$	-	\$	-	\$	-	NA	\$	-	\$	0	\$	-	N/A
SERVICES & SUPPLIES: Communications 92006 82-212000 \$ 80 \$ 52 \$ 28 64.91% \$ 78 \$ 80 \$ - 0.009 Memberships 92027 82-22000 \$ 2,805 \$ 2,805 \$ - 100.00% \$ 2,726 \$ 2,805 \$ - 0.009 Office Expenses 92018 82-222000 \$ 250 \$ - \$ 250 0.00% \$ - \$ 250 \$ - 0.009 Record Storage Charges 92032 82-222015 \$ 444 \$ 259 \$ 185 58.33% \$ 316 \$ 444 \$ - 0.009 Postage & Freight 92033 82-22200 \$ 75 \$ 18 \$ 57 24.20% \$ 400 \$ 76 \$ 1 1.339 Offset Printing Stores 92035 82-22200 \$ - \$ - \$ - #DIV/0! \$ - \$ \$ - #DIV/0! Legal Expenses 92038 82-223005 \$ 8,000 \$ - \$ 8,000 0.00% \$ - \$ 8,000 \$ - \$ Dubli: and Legal Notices 92056 82-22400 \$ 360 \$ - \$ \$ 360 0.00% \$ - \$ \$ 8,000 \$ - \$ Publi: and Legal Notices 92056 82-22400 \$ 360 \$ - \$ \$ 360 0.00% \$ - \$ \$ 360 \$ - \$ Purchasing Charges 92068 82-22800 \$ 996 \$ 747 \$ 249 75.00% \$ 1,122 \$ 1,286 \$ 290 29.099 Rents & Leases - Computer none 82-225015 \$ - \$ - \$ - #DIV/0! \$ - \$ \$ - #DIV/0! Purchasing Charges 92068 82-22800 \$ 97 \$ 56 \$ 41 58.16% \$ 85 \$ 119 \$ 22 22.689 Bd. & Comm. Mem. Expenses 92069 82-228200 \$ 97 \$ 56 \$ 41 58.16% \$ 85 \$ 119 \$ 22 22.689 Motor Pool Serv. 92089 82-228000 \$ 3,064 \$ - \$ \$ 3,064 \$ - \$ \$ 0.009 CAP Charges 93038 82-314060 \$ (3,729) \$ (2,797) \$ (932) 75.00% \$ (4,201) \$ (2,662) \$ 1,067 -28.619 Motor Pool Serv. 92089 82-229010 \$ 5,000 \$ - \$ 5,000 0.00% \$ - \$ 6,700 \$ 1,1700 -100.009 Utilities 92094 82-22000 \$ 44,744 \$ 16,628 \$ 28,116 37.16% \$ 24,976 \$ 45,881 \$ 1,137 2.549 Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.409 Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.409 Storage 9001 9001 9001 9001 9001 9001 9001 9001 9001 9001	Management Benefits	91012	82-1140	\$	-	\$	-	\$	-	NA	\$	-	\$	0	\$	0	N/A
Communications	TOTAL LABOR:			\$	-	\$	-	\$	-	N/A	\$	-	\$	0	\$	0	N/A
Communications																	
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Consultant Expense 82-223060 \$ (2,797) \$ (932) 75.00% \$ (4,201) \$ (2,662) \$ 1,067 -28.61% \$ 1,067 -28.61% \$ 1,067 -28.61% \$ 1,067 -28.61% \$ 1,067 -28.61% \$ 1,081 \$ -	Bd. & Comm. Mem. Expenses	92069	82-228205	\$	3,064	\$	-	\$ 3	3,064	0.00%	\$	_	\$	3,064	\$	_	0.00%
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In-Service Training Motor Pool Serv. 92089 82-229000 S Travel & Expenses 92090 82-229010 Utilities 92094 82-230000 S Administrative Allocation 93057 82-314000 S 1,734 S 1,081 S - S 1,700	CAP Charges	93038	82-314060	\$	(3,729)	\$	(2,797)	\$	(932)	75.00%	\$	(4,201)	\$	(2,662)	\$	1,067	-28.61%
Motor Pool Serv. 92089 82-229000 \$ - \$ - N/A \$ - N/A \$ - N/A Travel & Expenses 92090 82-229010 \$ 5,000 \$ - \$ 5,000 0.00% \$ - \$ 6,700 \$ 1,700 34.00% Utilities 92094 82-230000 \$ 550 \$ 251 \$ 299 45.72% \$ 378 \$ 550 \$ - 0.00% Administrative Allocation 93057 82-314000 \$ 44,744 \$ 16,628 \$ 28,116 37.16% \$ 24,976 \$ 45,881 \$ 1,137 2.54% Information Tech Services 93048 82-314050 \$ 1,734 - \$ 1,734 0.00% - \$ 1,219 \$ (515) Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.40%	In-Service Training					\$	` ′		980	42.35%	\$	1,081	\$	_	\$	(1,700)	-100.00%
Utilities 92094 82-230000 \$ 550 \$ 251 \$ 299 45.72% \$ 378 \$ 550 \$ - 0.00% Administrative Allocation 93057 82-314000 \$ 44,744 \$ 16,628 \$ 28,116 37.16% \$ 24,976 \$ 45,881 \$ 1,137 2.54% Information Tech Services 93048 82-314050 \$ 1,734 \$ - \$ 1,734 0.00% \$ - \$ 1,219 \$ (515) Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.40%	Motor Pool Serv.	92089	82-229000			\$	-	\$	_	N/A	\$	_			\$	-	N/A
Utilities 92094 82-230000 \$ 550 \$ 251 \$ 299 45.72% \$ 378 \$ 550 \$ - 0.00% Administrative Allocation 93057 82-314000 \$ 44,744 \$ 16,628 \$ 28,116 37.16% \$ 24,976 \$ 45,881 \$ 1,137 2.54% Information Tech Services 93048 82-314050 \$ 1,734 \$ - \$ 1,734 0.00% \$ - \$ 1,219 \$ (515) Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.40%	Travel & Expenses	92090		\$	5,000	\$	-	\$:	5,000			_	\$	6,700	\$	1,700	34.00%
Administrative Allocation 93057 82-314000 \$ 44,744 \$ 16,628 \$ 28,116 37.16% \$ 24,976 \$ 45,881 \$ 1,137 2.54% Information Tech Services 93048 82-314050 \$ 1,734 \$ - \$ 1,734 0.00% \$ - \$ 1,219 \$ (515) Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.40%				\$	· ·	\$	251		1			378			\$	_	0.00%
Information Tech Services 93048 82-314050 \$ 1,734 \$ - \$ 1,734 0.00% \$ - \$ 1,219 \$ (515) Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.40%	Administrative Allocation	93057		\$		1										1,137	2.54%
Utility Bond 98001 82-8100010 \$ 441 \$ 314 \$ 127 71.15% \$ 471 \$ 426 \$ (15) -3.40%				\$		_	-					_	_				
				\$		_	314		1			471	\$				-3.40%
TOTAL SERV/SUPP: \$ 66,611 \$ 19,054 \$ 47,557 28.60% \$ 27,432 \$ 68,598 \$ 1,987 2.98%	TOTAL SERV/SUPP:		1	\$	66,611	_						27,432		68,598	\$	1,987	2.98%

REVENUE:						% of Bud.	3/1/19	DEPT.	Change	% Change
		ACCT.	Budget	To Date	Difference	Expended	Estimated	REQ'T	18-19 to 19-20	18-19 to 19-20
		NO.	18-19	3/1/19	3/1/19	to Date	18-19	2019-2020	19-20	19-20
INTERGOV'T REVENUE										
Cities-LAFCO Shares		81-540012	\$ 29,887	\$ -	\$ (29,887)	0.00%	\$ -	\$ 33,799	\$ 3,912	13.09%
CHARGES FOR SERVICE	S									
LAFCO Fees	87095	81607025	\$ 3,000	\$ -	\$ (3,000)	0.00%	\$ -	\$ 1,000	\$ (2,000)	-66.67%
LAFCO MSR/SOI Fees					\$ -	0.00%	\$ -		\$ -	0.00%
TOTAL REVENUE:			\$ 32,887	\$ -	\$ (32,887)	0.00%	\$ -	\$ 34,799	\$ 1,912	5.8%

TOTALS								% of Bud.		3/1/19		DEPT.		Change	% Change
		ACCT.	Budget	To Date		Difference		Expended	Estimated		REQ'T		18-19 to 19-20		18-19 to 19-20
		NO.	18-19		3/1/19		3/1/19	to Date		18-19		2019-2020		19-20	19-20
SALARIES & BENEFITS	S:		\$ -	\$	-	\$	-	N/A	\$	-	\$	0	\$	0	N/A
SERVICES & SUPPLIES	:		\$ 66,611	\$	25,470	\$	41,141	28.60%	\$	27,432	\$	68,598	\$	1,987	2.98%
FIXED ASSETS:		824500	\$ -	\$	-	\$	-	0%	\$	-	\$	-	\$	-	0.00%
GROSS EXPENDITUR	RES:		\$ 66,611	\$	25,470	\$	41,141	38.24%	\$	27,432	\$	68,598	\$	1,987	2.98%
REVENUE:			\$ 32,887	\$	-	\$	32,887	0.00%	\$	-	\$	34,799	\$	1,912	5.81%
COST APPLIED:	98000	825380	\$ -	\$	-	\$	-	0%	\$	-	\$	-	\$	-	0.00%
GEN. FUND CONTRIBUTION:		\$ (33,724)	\$	(25,470)	\$	(8,254)	75.52%	\$	(27,432)	\$	(33,799)	\$	(75)	0.22%	

LAFCo 101

An Introduction to Local Agency Formation Commissions



What's Ahead

- Why LAFCo was created
- LAFCo's role and functions
- What are MSRs and SOIs, and why do them anyway?
- Resources available from LAFCo
- Your questions





What Does LAFCo Do?

- 1. Creates new cities and special districts
- 2. Changes boundaries
- 3. Changes authorized services
- 4. Allows service extensions
- 5. Performs municipal service reviews
- 6. Reorganizes local agencies

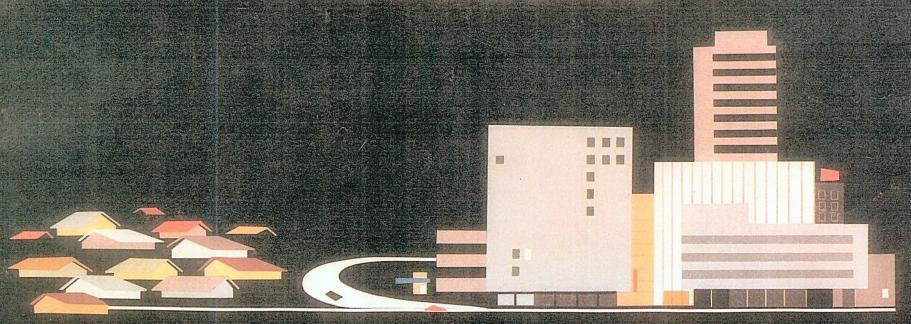


Why Create a LAFCo?

- Post World War II population and housing boom in California
- Street car suburbs; scramble to finance and extend services
- City annexation "wars;" proliferation of limited purpose special districts
- Confusion with multiple local governments



MEETING METROPOLITAN PROBLEMS



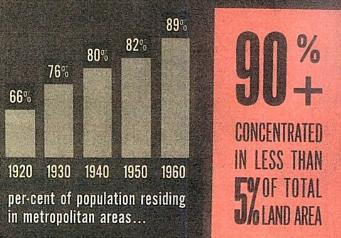
REPORT OF THE GOVERNOR'S COMMISSION ON METROPOLITAN AREA PROBLEMS
STATE OF CALIFORNIA—Edmund G. Brown, Governor

NIGHTMARE

1960 15½ million people

1980

30 million







1970

1980

1990

2000

2010

19,953,134

23,667,902

29,760,021

33,871,648

37,253,956

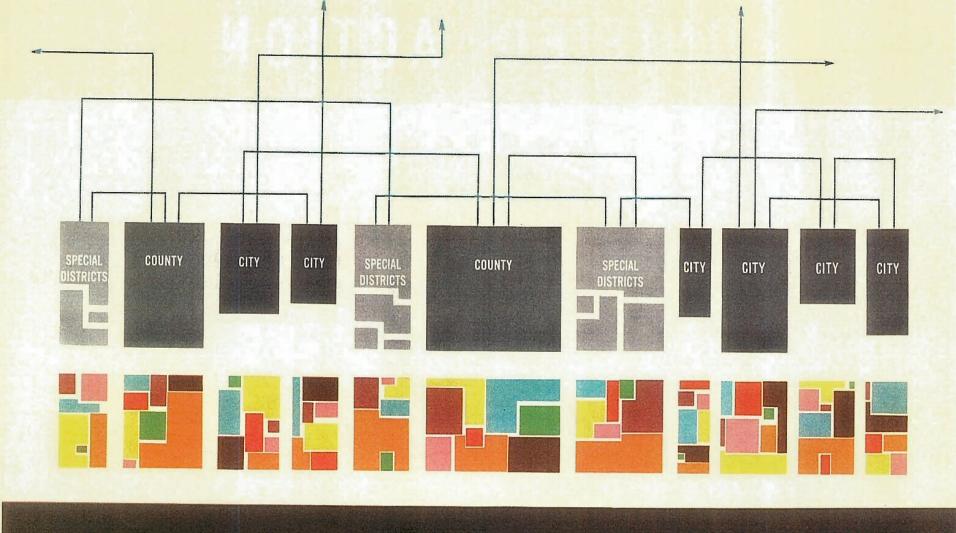




SANTA BARBARA

LOS ANGELES

SAN DIEGO



FRAGMENTED ACTION

- Uneconomical use of regional resources
 Traffic congestion
 Air pollution
 Strain on water facilities
 Complex local government structure
 - Lack of area-wide multi-purpose district with planning controls Overlapping jurisdictional areas Uninformed citizenry

Legislative Solution (1960 to 1963)

- No state commission or statewide agency
- Local control; no state appointments
- A LAFCo in every county
- Each LAFCo independent



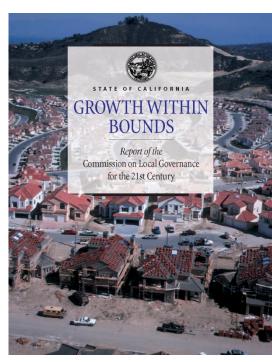
Over 50 Years of LAFCo

- 1963 Knox Nesbitt Act
- 1965 District Reorganization Act
- 1971 Spheres of Influence
- 1972 Districts seated on LAFCo
- 1985 Cortese Knox Local Government Reorganization Act
- 2000 Cortese Knox Hertzberg Local Government Reorganization Act



The Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000

- 1. Spheres of Influence
- 2. Municipal Service Reviews
- 3. LAFCo Independence



LAFCo Composition Commissions a Unique Mix

- All Local: 2 county supervisors, 2 city council members, 1 public member
- 30 LAFCos also have 2 special district members
- An alternate member in each category
- All members are required by law to represent the interests of the entire public



Commissions a Unique Mix





Jurisdiction

Includes:

Counties, cities, most special districts

Does NOT include:

- Air Pollution/quality management districts
- Bridge or highway districts
- Joint power authorities/agencies
- Community facilities or Mello-Roos districts
- School or college districts
- County boundary lines
- Special Assessment districts
- Improvement districts
- Flood or conservation districts



As a PLANNING Agency

- Develop and update Spheres of Influence for cities and districts
- Prepare Municipal Service Reviews for all local agencies
- Work cooperatively with public and private agencies and interests on growth, preservation and service delivery



As a REGULATORY Agency

- Manages modification of existing agencies and creation of new ones
- Approves boundary changes if consistent with spheres
- Controls extension of public services
- Is prohibited from directly regulating how land is used, but ...



Spheres of Influence

- Unique to California
- Sphere of influence means a plan for the probable physical boundaries and service area of a local agency, as determined by the commission.

 Sphere of a plan for the influence means a plan for the probable physical agency area.

 Output

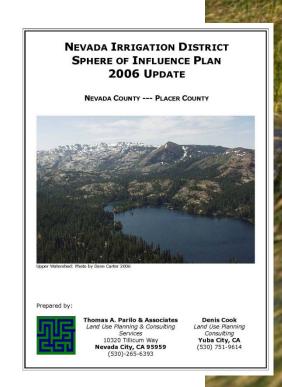
 Description:

 Output

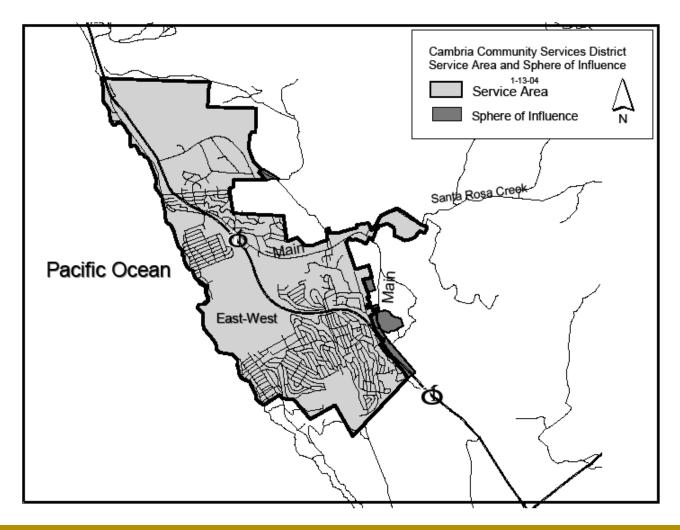
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Spheres of Influence §56425

(a) "... the commission shall develop and determine the sphere of influence of each local governmental agency within the county and enact policies designed to promote the logical and orderly development of areas within the sphere."



Typical Sphere of Influence Map



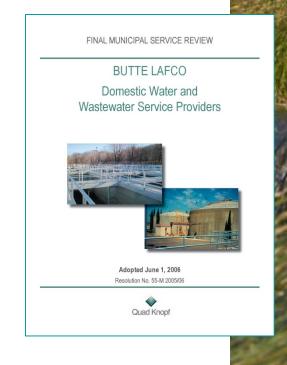
Spheres of Influence §56425

- In determining the SOI the commission considers ...
 - 1. Present and planned land uses, including ag and open-space
 - 2. Present and probable need for public facilities and services
 - 3. Present capacity of public facilities and adequacy of public services
 - 4. Existence of any social or economic communities of interest



Spheres of Influence §56425

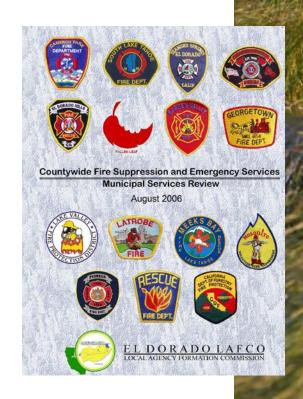
"The commission may recommend governmental reorganizations to particular agencies in the county, using the spheres of influence as the basis for those recommendations."



Municipal Service Reviews

"In order to prepare and to update spheres of influence ... the commission shall conduct a service review of the municipal services provided in the county or other appropriate area designated by the commission."

§56430



Service Reviews Have Details §56430

- Growth projections
- Present and planned capacity
- Financial ability of agency
- Shared facilities
- Accountability
- Other matters



MSRs Prepared in Several Methods

- Individual agency or jurisdiction
- Type of special district
- Category of service
- Countywide
- Regional or area





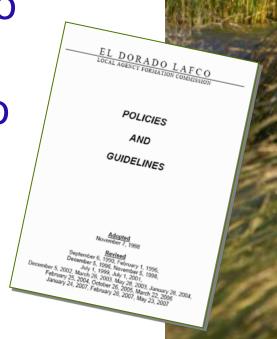
When Are SOI/MSRs Done?

- Law required all spheres to have been updated by 1 January 2008
 - Includes an MSR for each Sphere
- Subsequent sphere reviews every five years, as necessary
 - Leaves "as necessary" to local policy
 - 1 January 2013 was next deadline
- MSR required with sphere update



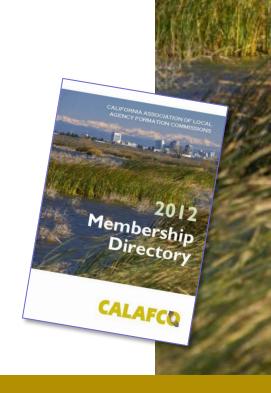
LAFCos Are Independent

- Commissioners make final decisions
- Adopt local policies
- Decisions cannot be appealed to other administrative bodies
- Executive Officer accountable to Commission and statutes



LAFCos Are Independent

- Provides own quarters, equipment, personnel
- Appoints an Executive Officer
- Appoints a Legal Counsel
- Can contract for staff services
- Administrative authority as an independent public agency



LAFCo is Funded Locally

- Must adopt a budget for each fiscal year
- Funded by the county, cities and special districts in equal thirds
- Local funding formulas are allowed
- Processing fees help offset expenses



Subject to State Laws

- Political Reform Act
 - Annual filing of assets and campaign contributions is required
 - Automatic disqualification from decisions related to entitlements for use
- Brown Act
- CEQA



The Courts Support LAFCo Authority

- "Engaged in the pursuit of an overriding State purpose"
- Is quasi-legislative; limited legal challenge to decisions
 - Determinations vs. findings
- Is the Legislature's "watch dog" on local governments



LAFCo Resources to Use

- Municipal Service Reviews
- Maps of Boundaries and Spheres
- History of Formation and Changes to Local Agencies
 - Authorized powers
- Local Agency Governance and Contact Information
- Local Agency Formation Laws



Issues on the Horizon

- Balance resource preservation with pressure for housing
- Infill vs sprawl
- Regional land and transportation planning and regulations
- Water; infrastructure availability
- Urbanization outside of cities no funding for future incorporations or inhabited annexations
- Viable local agencies and services shared services





www.calafco.org

Information and resources on LAFCo law and process