



LAFCO - San Luis Obispo - Local Agency Formation Commission
SLO LAFCO - Serving the Area of San Luis Obispo County

TO: MEMBERS, FORMATION COMMISSION

FROM: DAVID CHURCH, AICP, EXECUTIVE OFFICER

DATE: APRIL 17, 2014

**SUBJECT: CONSIDERATION OF PROPOSED FISCAL YEAR
2014-15 LAFCO BUDGET**

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STAFF

DAVID CHURCH

Executive Officer

RAYMOND A. BIERING

Legal Counsel

MIKE PRATER

Analyst

DONNA J. BLOYD

Commission Clerk

Recommendation: It is respectfully recommended that the Commission approve by resolution the proposed Fiscal Year 2014-15 LAFCO budget, as set forth in Exhibit A.

Introduction. The Cortese-Knox-Hertzberg Act calls for the proposed budget to be adopted by May 1 and the final budget by June 15. The funding formula for LAFCO's Budget is established in the Cortese-Knox-Hertzberg Act. LAFCO's budget is funded primarily by the County, Cities and Independent Special Districts, with each group paying one-third of the LAFCO adopted budget. The City and District shares are pro-rated based on general revenues reported to the State Controller's Office by the jurisdictions.

The LAFCO operating budget is comprised of: salaries and benefits/taxes, services and supplies, and revenues. Management of the budget is based on "bottom-line" principles that allow for variation within line item accounts as long as the overall balance remains within the approved budgeted levels.

Exhibits

- A: FY 2014-15 Budget
- B: LAFCO Work Plan
- C: Draft Resolution

The LAFCO Executive Officer serves as the budget administrator and prepares, submits, distributes, and executes the LAFCO budget consistent with State law. The Executive Officer provides the Commission with quarterly budget updates and a final report at the end of the fiscal year. These reports are submitted to the County Auditor's Office.

The County Auditor's Office provides LAFCO with financial management services on a contractual basis. General Accounting services include the use of the County's centralized accounting system and the validation, processing, and recording of financial transactions submitted by LAFCO. LAFCO has access to the general ledger, revenue, expenditure, and budget status reports as needed. Services also include processing, recording and mailing of claim related payments. The Auditor also provides Accounting Support services including budget monitoring, responding to routine inquiries, and replying to bank confirmations.

Summary

The proposed Fiscal Year 2014-15 budget for the Local Agency Formation Commission (LAFCO) of San Luis Obispo is found in Exhibit A. To assist the Commission in its deliberations Exhibit B contains the LAFCO work program considered by the Commission in January 2014. The goal of the FY 2014/15 Budget is to provide a financial plan for the San Luis Obispo LAFCO to accomplish its mission of implementing the Cortese-Knox-Hertzberg Act and San Luis Obispo LAFCO's Work Program.

This year's proposed budget is \$527,838; an increase of \$19,577. This is a 3.9% increase over last year's budget. The FY 2014/15 Budget proposes increases in expenditures in the Salaries and Benefits/Taxes and the Services and Supplies categories. Salaries and Benefits/Taxes are proposed to be increased by 4.6%. Salaries are proposed to increase by 3.4% and benefits and taxes by 6.6%. Merit and CPI increases are proposed for the Analyst and Clerk positions.

The Healthcare Benefit for employees is proposed to increase from \$850 to \$975 per month. This is consistent with the increase to this benefit for County employees implemented on January 1, 2014. The Health Benefit has not been adjusted in many years and medical insurance premiums for a policy covering two or more people are still not covered by the \$975 per month. Health insurance premiums continue to rise.

Revenues from applications are recommended to remain at the same levels as budgeted last year. A reduction to the interest earnings line item is projected. The Charges to Agencies are projected to increase by 6.4%. The County, Cities, and Special Districts fund one-third each of the LAFCO budget. The Cities and Special Districts shares are prorated based on revenues as reported to the State Controller.

Reserves and Fund Balance are once again proposed to be used to help reduce the Charges to Agencies. Using reserves/fund balance to offset expenses in the amount proposed (\$20,000) is reasonable because reserves are projected to be at 26% at the end of this fiscal year. The projected use in the amount of \$20,000 projects that reserves/fund balance would be at 19.2% by the end of the year. LAFCO should not accrue reserves beyond what is reasonable; however, LAFCO should be prepared for unexpected expenses such as lawsuits and special studies. The LAFCO Guideline for reserves is to maintain at least 15% of the operating budget in reserves.

Budget Details

Salaries, Benefits and Taxes. Salaries are budgeted to increase by 3.4%. This is based on a Consumer Price Index of 1.9% and merit increases of 3.1% proposed for the Analyst and Clerk positions. The Executive Officer is budgeted for only a CPI increase. The CPI is based on the average of the Los Angeles (1.4%) and San Francisco (2.4%) consumer price index (CPI). Merit increases are based on comparing the salaries of similar positions in other counties and the performance of LAFCO employees. The Commission evaluates the performance of the Executive Officer annually. The Executive Officer evaluates the performance of LAFCO employees each year. Benefit and payroll tax costs are estimated to increase commensurate with the proposed salary increase. On January 1, 2014 County

employees received an increase in the monthly cafeteria amount paid to \$975. The same increase is proposed for LAFCO employees in this budget. FICA, Medicare, State Disability Insurance, and Federal Unemployment Tax are calculated based on a percentage of salaries.

Pension Costs. Pension expenditures are calculated based on salaries and the rates established by the San Luis Obispo County Pension Trust. Any future increases in pension rates are split (50-50) by LAFCO and the employees. The Pension Obligation Bond (POB) was originally issued by the County to help cover unfunded pension costs. The POB was refinanced by the Pension Trust to avoid increases in the variable interest rates. This year the rate for the POB remains unchanged at 6.03%. The POB payment increases due to an increase in salaries. The Pension Trust does indicate that a small rate increase could be coming in the next year; however the amount of the increase is unknown at this time.

Services and Supplies. Recommended Services and Supplies show a slight increase of .8%. The Services and Supplies category contains a number of line items that are fixed costs such as the County Auditor, legal services, insurance, phones and rent. The County Auditor increased its costs this year by 3%. The Special District Risk Management Association has estimated that workers' compensation coverage is to increase by 10% to \$871. This is after four years of no increases to the worker's compensation rates. For the fifth consecutive year SDRMA will not be increasing Property and Liability Program rates. The current lease for the LAFCO office has not increased over the last four years. Per the lease agreement, rent could be increased this year by 1.9% based on the average Los Angeles and San Francisco CPIs. The landlord has not exercised this provision over the last four years; however, we continued to plan for that possibility in the budget.

The proposed budget includes the replacement of two computers that currently use the Windows XP operating system. The Windows XP operating system is no longer being supported by Microsoft. Travel costs are proposed to be increased in this year to cover expenses for the Annual Conference in Ontario, CA and travel by the Executive Officer for CALAFCO activities. Some of these expenses will be offset by the stipend received by the Executive Officer from CALAFCO for serving as the Deputy Executive Officer. Expenses for legal counsel remain unchanged and have not changed over the past several years. The Commissioner/Consultant line item covers Commissioner per diem and any other professional services or special studies that may be necessary during the year.

Revenues. Revenues from application fees are estimated to remain unchanged at \$11,500. Interest earned on revenues is anticipated to decrease to \$500 in next year's budget. This is caused by low interest rates on funds held in account with the County. The \$5,000 Strategic Growth Council grant administered by the Council of Governments has been completed and will not be available this year. LAFCO Staff completed a draft comprehensive inventory of resources, infrastructure, and services related to jurisdictions in the County. Transfers would be considered if necessary in the fourth quarter of the fiscal year.

Reserves and Fund Balance. In April 2008, the Commission adopted a reserve guideline of maintaining a 15% contingency or reserve. At the beginning of this fiscal year (FY 2013/14) LAFCO had a 26% reserve/fund balance that amounted to \$133,446. The current budget projected using \$25,000 in reserves and fund balance to fund the budget. The year-end need for reserves and fund balance for this fiscal year is projected to be \$12,268. This is due largely to savings achieved throughout the year in the benefits and services and supplies categories. This assumes no unexpected expenses or revenues in the last quarter of this fiscal year. The proposed FY 2014/15 Budget calls for using \$20,000 of reserves/fund balance to offset expenses and reduce the agency shares. If the reserves and fund balance are not allocated for next year's budget the agency shares would be increasing by 10.7% instead of the proposed 6.4%. If the \$20,000 reserves are used, the allocation would reduce the projected reserves down to \$101,178, or 19.2% of the proposed budget.

Agency Shares. Charges to each of the funding agencies (County, Cities and Special Districts) are proposed to increase by 6.4%. The one-third agency share in this year's budget is proposed at \$165,279. This is an increase of \$9,992. These shares are allocated to the Cities and Special Districts based on their total revenues as reported to the State Controller. The County Auditor uses the most recent Cities and Special Districts Annual Report prepared by the State Controller to allocate the charges to each of the agencies in the County.

Distribution. As required by Government Code Section 56381, the Commission's proposed Fiscal Year 2014/15 budget has been transmitted to the Board of Supervisors, each City Manager, and each Independent Special District. The budget has also been sent to the County Administrative Office.

Exhibit A
San Luis Obispo Local Agency Formation Commission
Proposed Budget - Fiscal Year 2014-2015

Proposed - April 17, 2014

EXPENDITURES SUMMARY	Current Year	Expense YTD	Proj. Yr End	Proposed 14-15	Inc/Dec	% Inc/Dec
Salaries	226,164	164,591	226,164	233,907	7,743	3.4%
Benefits and Taxes	165,184	112,151	156,335	176,109	10,925	6.6%
Services and Supplies	116,913	84,344	111,042	117,822	909	0.8%
Total Expenses	508,261	361,087	493,541	527,838	19,577	3.9%

EXPENDITURES DETAIL	Current Year	Expense YTD	Proj. Yr End	Proposed 14-15	Inc/Dec	% Inc/Dec
Salaries and Benefits						
Salaries	226,164	164,591	226,164	233,907	7,743	3.4%
Benefits and Taxes	165,184	112,151	156,335	176,109	10,925	6.6%
Subtotal Salaries & Benefits	391,348	276,743	382,499	410,016	18,668	4.8%
Variable Costs (%) :						
FICA -Employer Match	14,357	10,286	14,357	14,837	480	3.3%
Medicare - Employer Match	3,358	2,484	3,358	3,470	112	3.3%
Retirement-Employer Contribution	57,879	41,975	57,879	60,442	2,563	4.4%
Retirement-Employer for Employee	29,410	21,406	29,410	30,384	974	3.3%
Retirement - Employee Contribution ¹⁾	3,164	2,737	3,164	3,872	708	22.4%
Pension Obligation Bond Payment	13,963	10,090	13,963	16,127	2,164	15.5%
SDI/SUI-Employer Contribution	2,963	777	2,963	3,064	101	3.4%
Fed Unemploy Tax-Employer Cont	905	126	905	936	31	3.4%
Fixed Costs (\$) :						
Health Plan/Café Cash	30,600	22,407	30,600	35,100	4,500	14.7%
Life Insurance	750	0	300	750	0	0.0%
Def Comp - EO Employer Match	11,000	2,600	2,600	11,000	0	0.0%
Total Benefits	165,185	112,151	156,335	176,109	10,924	6.6%

¹⁾ Not included in the LAFCO budget. Share paid by employee.

Services and Supplies	Current Year	Expense YTD	Proj. Yr End	Proposed 14-15	Inc/Dec	% Inc/Dec
Food	1,000	863	1,000	1,000	0	0.0%
Maintenance - Equipment	500	378	700	500	0	0.0%
Maintenance - Software	500	0	400	500	0	0.0%
CALAFCO/Other Memberships	4,000	4,085	4,085	4,200	200	5.0%
Office Supplies	2,700	995	2,600	2,500	-200	-7.4%
Commissioner/Consultant Exp	10,000	7,245	8,500	10,000	0	0.0%
Publication/Legal Notices	1,000	677	1,200	1,000	0	0.0%
Rent	38,000	27,509	36,700	38,000	0	0.0%
Small Equipment	250	0	250	400	150	60.0%
Large Equipment	3,000	2,944	2,944	2,000	-1,000	-33.3%
Computer Software	500	87	300	500	0	0.0%
Employee Mileage	600	0	400	400	-200	-33.3%
Commissioner Mileage	1,800	948	1,800	2,000	200	11.1%
Airfare/Public Transportation	500	0	300	500	0	0.0%
Accommodations/Travel	4,000	4,445	5,000	5,000	1,000	25.0%
Auto Allowance	5,400	3,946	5,400	5,400	0	0.0%
Training/Conf Registration	4,000	3,179	3,600	4,500	500	12.5%
Utilities	3,250	2,210	3,100	3,250	0	0.0%
Car/Vehicle Rentals	750	670	800	800	50	6.7%
Postage	1,000	723	1,000	1,200	200	20.0%
Custodian	910	520	910	910	0	0.0%
Copying	1,000	0	1,000	800	-200	-20.0%
ITD-SAP/Board Chambers	850	398	850	850	0	0.0%
Phones	1,450	848	1,450	1,450	0	0.0%
County Auditor	6,953	6,953	6,953	7,162	209	3.0%
Insurance	8,000	4,410	6,000	8,000	0	0.0%
Legal Counsel/Other Co Billings	15,000	10,312	13,800	15,000	0	0.0%
Subtotal Services & Supplies	116,913	84,344	111,042	117,822	909	0.8%

Total Expenses	508,261	361,087	493,541	527,838	19,577	3.9%
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Exhibit A
San Luis Obispo Local Agency Formation Commission
Proposed Budget - Fiscal Year 2014-2015
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REVENUES

REVENUE DETAIL	Current Year	Realized YTD	Proj. Yr End	Proposed 14-15	Inc/Dec	% Inc./Dec.
Interest	900	382	500	500	-400	-44.4%
Environmental Fees	2,000	3,500	3,500	2,000	0	0.0%
Sphere of Influence Fee	1,000	3,500	3,500	1,000	0	0.0%
LAFCO Processing Fees	8,500	5,000	5,000	8,500	0	0.0%
Other Revenue/Grants/Insurance reimb.	5,000	2,912	2,912	0	-5,000	-100.0%
					0	
Sub-Total w/out Agency Charges	17,400	15,294	15,412	12,000	-5,400	-31.0%
LAFCO Charge to Agencies	465,861	465,825	465,861	495,838	29,977	6.4%
Total Revenue ¹⁾	508,261	481,119	481,273	527,838	19,577	3.9%
1) Includes estimated Transfer of Reserves to Fund Balance						
Transfer of Reserves to Fund Bal. (If needed)	25,000	0	12,268	20,000	-5,000	-20.0%

RESERVES and FUND BALANCE	Beginning Res./FB FY 13/14	% of Budget	Proj. Year End Fund Balance	Projected Year End Reserves FY 13/14	Estimated Res./FB FY 14/15	% of Budget
Reserves	133,446	26%	133,446	121,178	101,178	19.2%
Transfer in 4th Qtr-If needed FY 13/14			-12,268	20,000		
Total	133,446	26%	121,178	101,178		

CHARGES TO AGENCIES

Agency Share	FY 2013-14	FY 2014-15	Inc/Dec	% Inc/Dec
Cities	155,287	165,279	9,992	6.4%
County	155,287	165,279	9,992	6.4%
Special Districts	155,287	165,279	9,992	6.4%
Total	465,861	495,838	29,977	6.4%

ACCOUNTS RECEIVABLE - LRDM

	FY-2014/15
Legal Costs owed to LAFCO	10,783
LAFCO Staff Costs	14,775
Total	25,558



EXHIBIT B

SAN LUIS OBISPO LAFCO

WORK PLAN – 2014

This document is the Work Plan for San Luis Obispo LAFCO in the coming year 2014. The following activities and programs are being implemented by LAFCO.

ANNEXATIONS

Several Cities may have annexation proposals on the horizon. The Memorandum of Agreements help set the parameters for these annexations by providing a process and provisions for development of the SOI area. Annexation Proposals that may be considered by the Commission or will likely be active in the coming year include:

- Ernst Annexation to the City of Paso Robles
- Robert Hall-Collins Annexation to the City of Paso Robles
- Furlotti Specific Plan, City of Paso Robles
- Templeton CSD Property, Annexation to the TCSD
- Eagle Ranch Specific Plan, City of Atascadero
- Busick/Vista Heights Annexation to the City of Arroyo Grande
- Farmhouse Lane Annexation to the City of San Luis Obispo
- Chevron Tank Farm Annexation to the City of San Luis Obispo

Planning and environmental work is being completed on each of these proposals. LAFCO Staff continues to monitor each project and provide comments at the appropriate times.

OTHER POSSIBLE PROPOSALS

- Formation of a California Water District or other Governing Structure
- Activation of Solid Waste Power for Groundsquirrel Hollow CSD
- Activation of Parks and Recreation Power for California Valley CSD
- Dissolution of County Service Area 17, California Valley

MAPPING PROGRAM

LAFCO Staff (Mike Prater) continues to implement and improve LAFCO's Geographic Information Systems (GIS) mapping program. This program produces a number of important deliverables including the updated Service Areas and Spheres of Influence for all Cities, Special Districts, and County Service Areas in the County. Recently, LAFCO has been recognized by other agencies as the central keeper of boundary data. LAFCO is responsible for maintaining the boundaries for jurisdictions in the throughout the



County. The Directory of Local Agencies contains maps and service information regarding these agencies and is updated every two years. The History of Annexations includes creating an online inventory of all annexations. This inventory includes a summary map and the Certificate of Completion and Resolution. Maps are created for each annexation and Sphere of Influence Update considered by LAFCO. Mapping is a key piece of LAFCO's service capability. LAFCO Staff also participates in the Countywide GIS Committee and is helping to distribute GIS data to other jurisdictions.

CALAFCO ACTIVITIES

CALAFCO is our statewide organization that facilitates the discussion of LAFCO issues on a statewide basis. SLO LAFCO Executive Officer is serving as a Deputy Executive Officer for CALAFCO and is an alternate on the Legislative Committee. Staff and Commissioners have been involved in the continuing education process by participating in the annual Conference and Staff Workshop.

SPHERE OF INFLUENCE AND MUNICIPAL SERVICE REVIEW UPDATE

The Sphere of Influence (SOI) is a boundary that identifies areas a jurisdiction might serve over the next 20 years. The Municipal Service Review (MSR) provides information about a jurisdiction's ability to serve a particular area. The MSR is an informational document that summarizes the existing service situation of a jurisdiction. The MSR is a compilation of information provided by the jurisdiction to LAFCO.

Other information from the County Planning Department, State Controller's Office, County Auditor's Office, and other agencies is also used to prepare the SOI and MSR. LAFCO Staff reviews, summarizes and evaluates the various studies and data and prepares a Draft Sphere of Influence Update and Municipal Service Review. A Municipal Service Review is prepared in accordance with Section 56430 of the California Government Code. This code section was updated in 2012 to include seven factors instead of the previous six factors. The Service Review contains written determinations that address the following seven factors:

1. Growth and Population projections for the affected area.
2. Location and characteristics of any disadvantaged unincorporated communities
3. Present and planned capacity of public facilities and adequacy of public services, including infrastructure needs or deficiencies
4. Financial ability of agencies to provide services
5. Status of, and opportunity for, shared facilities
6. Accountability for community service needs including governmental structure and operational efficiencies
7. Any other matter related to effective or efficient service delivery, as required by commission policy



LAFCO compiles a variety of information in preparing a Service Review. Also, administrative and organizational information is collected and evaluated. In order to complete a review LAFCO relies on Audit Reports submitted to the County Auditor Controller's Office pursuant to state law, original formation filing documents, State Controllers Special Districts Annual Financial Reports, the General Plan, Capital Improvement Plans, various studies and information from various websites.

CITIES

The 2013 Work Plan focused on those Cities which have passed, or are approaching the five-year requirement for update. In 2014, Staff recommends beginning the update process for the Cities of Morro Bay and San Luis Obispo. Several cities are considering development plans that may lead to future annexations. Below are the cities and the five-year update schedule:

Jurisdiction	Completion Date	Update 5-Year Date	Status/Action
Pismo Beach	October 2011	October 2016	SOI/MSR/MOA Updated in 2011
Atascadero	September 2011	September 2016	SOI/MSR/MOA Updated in 2011
Arroyo Grande	November 2012	February 2017	SOI/MSR/MOA Updated in 2012
Grover Beach	November 2012	February 2017	SOI/MSR Updated in 2012
Paso Robles	February 2013	September 2018	SOI/MSR Updated in 2013
San Luis Obispo	January 2006	January 2011	Start update in 2014
Morro Bay	October 2007	October 2012	Start update in 2015

Memorandum of Agreement (MOA). The MOA was developed between a City and County to improve communication and coordination in planning for future growth and development. Each City, with the exception of Grover Beach, has an MOA with the County. The MOA between the City and County is reviewed and amended to reflect any changes to the Sphere of Influence and provisions that are agreed to by the County and City.

The revised second round MOAs contain more detail about what type of development might be expected in the SOI. This helps clarify expectations and provides guidelines that help guide future projects in the SOI. The MOA has also been used to specify a particular planning process or policies for areas. Also the second versions address other issues such as water resources and agricultural/open space preservation.



DISTRICTS

The Work Plan focuses on those Districts which have passed, or are approaching the five-year requirement for update. Staff recommends the schedule for updating the SOIs and MSR for the Districts be followed as shown in the table below.

COMMUNITY SERVICES DISTRICTS

Jurisdiction	Completion Date	Update Due	Status/Action
Oceano	November 2012	Nov 2017	SOI/MSR Updated in 2012
Nipomo	May 2010	May 2015	SOI/MSR Updated in 2010
Templeton	April 2006	April 2011	SOI/MSR Updated in 2013
San Miguel	April 2006	April 2011	SOI/MSR Updated in 2013
Heritage Ranch	April 2006	April 2011	SOI/MSR Updated in 2013
Avila Beach	Dec 2007	Jan 2013	Start update in 2014
Cambria	July 2008	July 2013	Start update in 2014
Los Osos	Dec 2007	Dec 2012	Start update in 2014
San Simeon	Dec 2007	Dec 2012	Start update in 2014
Cal Valley (R-S)	Dec 2007	Dec 2012	Start update in 2015
Independence Ranch (R)	Dec 2007	Dec 2012	Start update in 2015
Linne (R)	Dec 2007	Dec 2012	Start update in 2015
Creston Hills Ranch (R)	Dec 2007	Dec 2012	Start update in 2015
Squire Cyn (R)	Dec 2007	Dec 2012	Start update in 2015
Ground Squirrel Hollow (R)	Dec 2007	Dec 2012	Start update in 2015

(R) These Districts provide only Road Maintenance Services.

(R-S) California Valley provides Road Maintenance and Solid Waste Services.



Other Special Districts

Jurisdiction	Completion Date	Update Due Date	Status/Action
Coastal San Luis RCD	Dec 2007	Dec 2012	Start Update in 2014
Upper Salinas/Las Tablas RCD	Dec 2007	Dec 2012	Start Update in 2014
Cayucos Fire	Dec 2007	Dec 2012	Start Update in 2014
Santa Margarita Fire	Dec 2007	Dec 2012	Start Update in 2014
So. County Sanitation	Nov 2012	Nov 2017	SOI/MSR Updated in 2012
Garden Farms Co. Water District	Dec 2007	Dec 2012	Start Update in 2014
Cayucos Sanitary	Dec 2007	Dec 2012	Start Update in 2014
Cambria Healthcare	Dec 2007	Dec 2012	Start Update in 2014
Port San Luis Harbor District	Dec 2007	Dec 2012	Start Update in 2014



County Service Areas (CSA)

These special district are governed by the County Board of Supervisors. The SOI and MSR Update will be completed for all CSAs as part of one document. This is an efficient way to update these Spheres of Influence and Municipal Services Reviews and allows for the compilation of data from the County at one time.

Jurisdiction	Completion Date	Update Due	Status/Action
COUNTY SERVICE AREAS			
CSA 1 – and Nipomo Lighting District	Oct 2007	Oct 2012	Start update in 2015
CSA 7 - Oak Shores	Oct 2007	Oct 2012	Start update in 2015
CSA 9 - Los Osos	Oct 2007	Oct 2012	Start update in 2015
CSA 10 - Cayucos	Oct 2007	Oct 2012	Start update in 2015
CSA 12 - Lopez Water	Oct 2007	Oct 2012	Start update in 2015
CSA 16 - Shandon	Oct 2007	Oct 2012	Start update in 2015
CSA 18 - Country Club	Oct 2007	Oct 2012	Start update in 2015
CSA 21 - Countywide	Oct 2007	Oct 2012	Start update in 2015
CSA 22 - Airport	Oct 2007	Oct 2012	Start update in 2015
CSA 23-Santa Margarita	Oct 2007	Oct 2012	Start update in 2015



IN THE LOCAL AGENCY FORMATION COMMISSION
COUNTY OF SAN LUIS OBISPO, STATE OF CALIFORNIA

Date: April 17, 2014

PRESENT:

ABSENT:

RESOLUTION NO. 2014-__

**RESOLUTION ADOPTING THE FISCAL YEAR 2014-15
LAFCO PROPOSED AND FINAL BUDGET**

The following resolution is now offered and read:

WHEREAS, the Executive Officer has given the notices required by law and forwarded copies of his report to officers, persons and public agencies prescribed by law; and

WHEREAS, the matter was set for public hearing at 9:00 a.m. on Thursday, April 17, 2014, and the public hearing was duly conducted and the proposed LAFCO Budget for Fiscal Year 2014-2015 was considered on Thursday, April 17, 2014; and

WHEREAS, at said hearing, this Commission heard and received all oral and written protests, objections and evidence which were made, presented, or filed, and all persons present were given the opportunity to hear and be heard in respect to any matter relating to said proposed budget; and

WHEREAS, the Commission considered the Proposed Budget prior to May 1, 2014 and approved it as the Final Budget for Fiscal Year 2014-2015 prior to June 15, 2014;

NOW, THEREFORE, BE IT RESOLVED AND ORDERED by the Local Agency Formation Commission of the County of San Luis Obispo, State of California, as follows:

1. That the recitals set forth hereinabove are true, correct, and valid.

2. That pursuant to Government Code Section 56381(a), the Commission hereby adopts a Final Budget for Fiscal Year 2014-14 in the amount of \$527,838 as set forth in Exhibit A. The net amount of the Final Budget after deducting revenues and reserves is \$495,838. This amount will be charged to the Funding Agencies based on the formula contained in the Cortese-Knox-Hertzberg Act and as implemented by the County Auditor.
3. That the Executive Officer of this Commission is authorized to mail copies of the Final Budget in the manner provided by law.

Upon a motion of Commissioner _____, seconded by Commissioner _____,
and on the following roll call vote:

AYES:

NAYS:

ABSTAIN:

Roberta Fonzi, Chairperson Date
Local Agency Formation Commission

ATTEST:

David Church Date
LAFCO Executive Officer

APPROVED AS TO FORM AND LEGAL EFFECT:

Raymond A. Biering Date
LAFCO Legal Counsel