



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: JUNE 19, 2014
SUBJECT: STATUS REPORT: CURRENT ACTIVITIES AND PROPOSALS

RECOMMENDATION. It is respectfully recommended that the Commission receive and file this report.

This Report provides the Commission with information regarding possible upcoming proposals and current activities. The following items have been recently approved by the Commission and the post approval steps have been completed:

Recent Approvals

- **Ernst Annexation to the City of Paso Robles.** The Certificate of Completion was filed with the Clerk. The Board of Equalization has processed the annexation. The Certificate of Completion was submitted to the Auditor's Office which assigns a Tax Rate Area Code to the annexation. It is then submitted to the BOE for processing. The BOE acknowledged the annexation on March 19, 2014 and all affected agencies are notified.
- **Busick Sphere of Influence Amendment to the City of Arroyo Grande (Heights).** The SOI was amended by LAFCO in November 2013 and the annexation application was submitted in mid-April 2014. Referrals have been sent out and property tax negotiations between the City and County have been started. The public hearing may be conducted in August 2014.
- **Activate Solid Waste Power for Ground Squirrel Hollow CSD.** Noticing to all registered voters and property owners within the boundary was completed and the protest hearing was conducted by the Executive Officer on May 15, 2014. Two written protests were filed and forwarded to the County Assessor and the Clerk's Office for verification. The protests filed were not enough to prompt an election or termination of the action and a Certificate of Completion was filed with the County Clerk.

Applications Submitted

- **Heights at Vista Del Mar - Annexation to the City of Arroyo Grande (Busick).** This application was submitted to LAFCO in mid-April and referred to several agencies. The County Board of Supervisors approved the startup of property tax negotiation on June 3rd. The City and County

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must approve a property tax agreement before LAFCO can consider the application. The application is being reviewed by LAFCO staff which is monitoring the progress of the tax agreement.

- **Farmhouse Lane Annexation to the City of San Luis Obispo.** Located just off Broad Street, within the City's Sphere of Influence, this annexation would bring in a small parcel which is connected to another lot. The proponent is completing a lot line adjustment to create a parcel and parcel number to be annexed. It is on hold until the information about the lot line adjustment is submitted.
- **California Valley CSD-Activate Parks and Recreation Powers.** This application is on hold until a revised funding plan and other information is provided to LAFCO. The CSD has indicated it would complete a funding analysis to provide this service.

Sphere of Influence/Municipal Service Review Updates

- **SOI/MSR Update for Coastal CSDs and Cambria Healthcare District.** This SOI/MSR Update is being considered by the Commission at today's meeting.
- **SOI/MSR Update for Special Districts.** This update is underway and includes Cayucos Fire and Sanitary Districts, Garden Farms Water District, Port San Luis Harbor District, Santa Margarita Fire, Coastal Resource Conservation Districts, and Upper Salinas Resource Conservation Districts.
- **SOI/MSR Update for City of San Luis Obispo.** This SOI/MSR will follow the City taking action on its General Plan Update. The City has released a draft update that has been reviewed by its Planning Commission. The update may be considered by the City as early as August.

On the Horizon - Possible Proposals

- **Formation of a California Water District for the Paso Robles Groundwater Basin.** The special legislation (AB 2453) to form this District is now in Senate after passing the Assembly in late May. The bill must get through the Senate Governance and Finance Committee and then be voted on by the Senate. If it passes, the bill would move on to the Governor for consideration. Staff continues to monitor the bill and provide information about the formation process as needed.
- **Mill Road Annexation to the City of Paso Robles.** This annexation includes 171 acres of agriculturally zoned land located in the City's Sphere of Influence on the east side of the City south of Highway 46. The City is working on an application for the annexation that would include rezoning, completion of CEQA. Staff is providing the City with information about the LAFCO process and the current conditions of approval on the Sphere of Influence.
- **CALAFCO Activities.** The Executive Officer is coordinating various CALAFCO University courses. Mr. Church has also been participating on the Legislative Committee and the CALAFCO annual conference planning committee. SLO LAFCO received a \$1,667.00 stipend from CALAFCO for Mr. Church's service as a Deputy Executive Officer for CALAFCO over the past 10 months.