

# EL DORADO LAFCO

LOCAL AGENCY FORMATION COMMISSION

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*AGENDA OF FEBRUARY 27, 2019*

*REGULAR MEETING*

## *SUPPLEMENTAL REPORT*

**TO:** Shiva Frentzen, Chair, and  
Members of the El Dorado County Local Agency Formation  
Commission

**FROM:** José C. Henríquez, Executive Officer

**PREPARED BY:** Erica Sanchez, Assistant Executive Officer

**AGENDA ITEM #11A: OTHER BUSINESS – LEGISLATION – SUPPLEMENTAL**

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### RECOMMENDATION

Staff recommends that the Commission receive the following updated information regarding LAFCO-related legislation and consider taking a Support position for Assembly Bill 1253 (Rivas) and Assembly Bill 213 (Reyes).

### REASON FOR RECOMMENDED ACTION AND BACKGROUND

CALAFCO sent out a call for legislative action on February 26, requesting letters of support on two bills, AB 1253 (Rivas) and AB 213 (Reyes). In addition, CALAFCO is now tracking 17 bills, which will be discussed in greater detail in next month's legislation report.

#### **AB 1253 (Rivas) – LAFCO Grant Funding**

##### ***Recommendation: Support***

AB 1253 is the same as last year's AB 2258 (Caballero) and is sponsored by CALAFCO. This bill is seeking one-time grant funding for LAFCOs as a follow up to the Little Hoover Commission report in 2017 and to last year's attempt. It also calls for reimbursement for the mandatory dissolution of inactive districts pursuant to SB 448 (2017, Wieckowski). CALAFCO is urging all 58 LAFCOs to support this piece of legislation, even if an individual LAFCO does not intend to apply for grant funding. This is a critical piece of legislation for LAFCOs and those that will apply. Staff recommends the Commission take a support position for AB 1253. A draft letter of support and CALAFCO's letter of support are included as ***Attachments A and B***. The fact sheet for this bill is being finalized by the author's office and will be provided to the Commission at a later date.

**AB 213 (Reyes) – Vehicle License Fee Adjustments: Inhabited Annexations*****Recommendation: Support***

As reported in the regular February legislation memo, AB 213 restores vehicle license fee (VLF) revenue for inhabited city annexations. Payments would come from ERAF which is backfilled from the general fund. This bill reinstates financial incentives for cities to annex, and provide services to, unincorporated islands and adjacent disadvantaged communities. This bill would restore funding to approximately 140 cities that had annexed inhabited territory in reliance on previous financial incentives, then suffered significant fiscal harm when those funds were swept away due to the passage of SB 89 (2011).

CALAFCO has historically supported this bill each year. This bill is the same as last year's AB 2268 (Reyes), which El Dorado LAFCO took a support position on. Staff recommends the Commission consider taking a support position for AB 213. A draft letter of support and CALAFCO's letter of support are included as ***Attachments C and D***.

Note: This is not the same bill which proposes reinstating VLF funding for newly incorporated cities—AB 818 (Cooley). AB 818 is the same as last year's AB 2491 (Cooley), which the Commission discussed at the March 28, 2018 meeting and decided not to take a support position on. Additional information about AB 818 will be provided in the next month's legislation report.

Attachments

Attachment A: AB 1253 (Rivas) – LAFCO Grant Funding: Draft Letter of Support

Attachment B: AB 1253 (Rivas) – CALAFCO Letter of Support

Attachment C: AB 213 (Reyes) – VLF Funding for Inhabited Annexations: Draft Letter of Support

Attachment D: AB 213 (Reyes) – VLF Funding for Inhabited Annexations: CALAFCO Letter of Support

Attachment E: CALAFCO Legislation Report, as of February 27, 2019