

**APPROVED
SAN DIEGO LAFCO
MINUTES OF THE REGULAR MEETING
FEBRUARY 3, 2014**

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There being a quorum present, the meeting was convened at 9:00 a.m. by Chairman Andrew Vanderlaan. Also present were: Regular Commissioners – Supervisor Dianne Jacob; Supervisor Bill Horn; Mayor Sam Abed; Mayor Jim Janney; Councilmember Lorie Zapf; and Special District Member/Vice Chairman John Ingalls. Alternate Commissioners – Special District Member Jo MacKenzie, Public Member Harry Mathis and City Councilmember Lorraine Wood. LAFCO Staff – Executive Officer Michael Ott, Local Government Analyst Robert Barry, Chief, Governmental Services Ingrid Hansen, Local Government Consultant John Traylor and Legal Counsel Thomas Bosworth. Absent were: Regular Commissioners - Special District Member Bud Pocklington. Alternate Commissioners – Supervisor Greg Cox and Councilmember Sherri Lightner.

Item 1

Roll Call

The Commission Secretary performed the roll call for the February 3, 2014, LAFCO meeting. It was noted that Alternate Commissioner MacKenzie will vote in the absence of Commissioner Pocklington.

Item 2

Approval of Minutes of Meeting Held December 2, 2013

On motion of Commissioner Horn, seconded by Commissioner Abed, and carried unanimously by the Commissioners present; the Commission dispensed with reading the minutes of December 2, 2013 and approved said minutes.

Item 3

Executive Officer's Recommended Agenda Revisions

Chairman Andrew Vanderlaan asked the Executive Officer if there were any agenda revisions. Executive Officer Michael Ott indicated that there were no agenda revisions.

Item 4

Commissioner / Executive Officer Announcements

Chairman Vanderlaan asked the Commission and Executive Officer if there were any agenda announcements. Michael Ott responded that there were two announcements, one regarding an update on Commissioner Pocklington's hospital recovery. The other was the passing of former LAFCO Consultant/City Manager, John Goss, during the past holiday season. He asked that everyone keep them and their families in their thoughts.

Item 5

Public Comments

Chairman Vanderlaan asked the public if anyone requested to speak on an item that is not related to the agenda. He indicated that there were no speakers slips received from members of the public for comments.

Item 6

Proposed “Montemar Dr. Annexation” to the San Diego County Sanitation District (7.63 acres) (DA13-19)

On motion by Commissioner Abed and seconded by Commissioner Janney to approve Item 6 and was carried unanimously by the commissioners present, the Commission took the following actions:

- (1) Find that the Commission, acting as a responsible agency, has considered the environmental effects of the project as shown in the attached mitigated negative declaration prepared by the County of San Diego. The mitigation is under the jurisdiction of the County and not LAFCO because the affected resources and the extension of public services will continue to be the responsibility of the County and special districts since the subject territory will remain unincorporated; *and*
- (2) Adopt the form of resolution approving this annexation for the reasons set forth in the Executive Officer’s Report, waiving the Conducting Authority proceedings according to Government Code Section 56663(c), and ordering the annexation subject to the following conditions:

Payment by the property owners of district capacity fees and sewer service fees, and State Board of Equalization charges.

Commissioner Vanderlaan opened the public hearing.

Item 7

Disadvantaged Unincorporated Community Program: Municipal Service Review and Sphere of Influence Determinations - Water Agencies (Municipal Water Districts): Mootamai Municipal Water District (13-73); Padre Dam Municipal Water District (13-76); Pauma Municipal Water District (13-78); Questhaven Municipal Water District (13-81); and Rainbow Municipal Water District (13-82)

Robert Barry provided a brief presentation to the Commission on the Municipal Water Districts for this item. Mr. Barry indicated that the subject agencies’ spheres were evaluated as part of a comprehensive Sphere of Influence and Service Review that is required by State Law and LAFCO Policy.

Mr. Barry indicated Mootamai MWD, Pauma MWD and Rainbow MWD are not subject to SB 244 requirements because there are no potentially qualifying disadvantaged unincorporated areas within or contiguous to their existing spheres of influence. Mr. Barry indicated that Camp Pendleton is contiguous to the Rainbow WWD and contains qualifying census tracts but is not considered a disadvantaged community due to its federal status. He also indicated the Padre Dam MWD and Questhaven are subject to SB244 requirements due to the presence of potentially qualifying disadvantaged unincorporated areas located within or contiguous to their existing spheres of influence.

Robert Barry informed the Commission that SB244 has created new planning requirements for the subject local agencies. He indicated sphere and service reviews conducted in 2018 will evaluate the affected agencies' progress in planning for service needs and deficiencies in relationship to disadvantaged unincorporated communities.

Chairman Vanderlaan closed the public hearing. Commissioner Abed indicated that he supports the agenda item only to be in compliance with the new law (SB244).

On motion by Commissioner Zapf and seconded by Alternate Commissioner MacKenzie, to approve Item 7 and was carried unanimously by the commissioners present, the Commission took the following actions:

Review and accept the disadvantaged unincorporated community related municipal service review and sphere of influence determinations for the Mootamai MWD, Padre Dam MWD, Pauma MWD, Questhaven MWD and Rainbow MWD.

Item 8

2014 Jurisdictional and Project Activity Report

Michael Ott presented an overview of major jurisdictional activities anticipated in 2014 to the Commission. The following projects, agencies involved and some of the key points were presented and discussed:

- CastleRock Reorganization – City of Santee/City of San Diego; Padre Dam MWD
- San Marcos Highlands Reorganization – City of San Marcos, Vallecitos WD, Vista ID, San Marcos FPD, Vista FPD
- Healthcare District MSR – Fallbrook HCD, Grossmont HCD, Palomar HCD, Tri-City HCD
- Rancho Santa Fe Community Services District – Activation of Latent Security Service Powers
- City of Escondido annexation projects
- Harmony Grove Village
- Vista – Bonsall project (Kawano)

- City/Special District Sphere Reviews
- Disadvantaged Unincorporated Community Program
- Fallbrook Public Utility District/Rainbow Municipal Water District
- San Dieguito Water Agency Reorganization Discussions
- Bonsall and Pala Hydrologic Subarea Municipal Service Review and Sphere of Influence Update
- Pine valley and San Diego Rural Fire Protection Districts
- Consolidation of CSA 107 (Elfin forest and Rancho Santa Fe Fire Protection District)
- Ramona Municipal Water District
- CSA No. 115 (Pepper Drive Fire Protection)
- Remaining Fire Protection Districts, CSA 17, CSA 69 and CSA 135 Latent Powers Area Fire Protection

Commissioner Jacob thanked Michael Ott for the presentation and requested a timeline on some of the projects. Alternate Commissioner MacKenzie thanked Mr. Ott for including this item on the Agenda and requested that it be a continued as an agenda item. Chairman Vanderlaan commented on some of the fire district related projects and thanked LAFCO staff for their hard work. Mr. Ott indicated that he will provide further updates and include this activity report in the upcoming budget.

No action by the Commission was required for this item.

Item 9

Quarterly Self-Approved Expense Claims Report

Michael Ott informed the Commission that as of the last report on November 4, 2013, there were no self-approved reimbursement claims to report.

On motion by Commissioner Zapf and seconded by Commissioner Janney, and was carried unanimously by the commissioners present, the Commission took the following action:

Accept and ratify the quarterly self-approved expense claims report.

Item 10

Second Quarter Budget Update

Michael Ott provided an update through the second quarter of FY 2013-14. Mr. Ott informed the commissioners that during this time, the Commission has been operating approximately 10% under budget. He also indicated the apportionment revenue from all agencies has been collected with assistance from the County Auditor and Controller's Office. He explained that LAFCO's revenue has increased due to economic

improvements and additional savings should occur in the 3rd quarter. Mr. Ott stated the records management and fire agency reorganization projects will be underway in the remaining quarters and will cause expenditures to rise.

On motion by Commissioner Horn and seconded by Alternate Commissioner MacKenzie, and was carried unanimously by the commissioners present, the Commission took the following actions:

Receive and accept the Second Quarter FY 2013-14 LAFCO Budget Update.

Item 11

Retention of Public Accounting Firms Per AB1345 (Lara)

Michael Ott informed the Commission regarding the 2012 Government Code Section 12410.6 amendments involving the enactment of AB 1345 (Lara). He explained that the new provision restricts local agencies from employing a public accounting firm to provide audit services for more than six consecutive fiscal years under certain circumstances. He mentioned this does not apply to audit firms employed prior to FY 2013-14.

No action by the Commission was required for this item.

There being no further business to come before the Commission, the meeting adjourned at 9:56 a.m. to the March 3, 2014 meeting, in Room 302, County Administration Center.

**Ruth Arellano
Administrative Assistant
Local Agency Formation Commission**