

**Modoc Local Agency Formation Commission**

**Note: Meeting Date, Time and Location Change for this special meeting**

**SPECIAL MEETING AGENDA**

Website: [www.modoclafco.org](http://www.modoclafco.org)

**TUESDAY August 27, 2019 – 3:00 PM**

***Modoc County Board of Supervisor's Room  
204 S. Court Street Room #203, Alturas, CA 90101***

**1. Call to order / Pledge of Allegiance**

Commissioners

Alternate Members

Jim Irvin, City Member, Chair  
Ned Coe, County Member  
Richard Read, Vice-Chair Public Member  
Mark Steffek, City Member  
Kathie Rhoads, County Member  
LAFCO Staff  
John Benoit, Executive Officer  
Scott Browne, LAFCO Counsel  
Jackie Froeming, Clerk

Marie Neer, Public Member Alt.  
Geri Byrne, County Member Alt.  
Cheryl Nelson, City Member Alt

**2. Approval of the Agenda (Additions and Deletions)**

**3. Election of Chair and Vice-Chair for FY 2019-2020 per LAFCo's Bylaws**

- a. *Election of Chair*
- b. *Election of Vice-Chair*

**4. Correspondence**

**5. Consider Minutes for the June 11, 2019 LAFCo meeting**

- a. *Approve minutes from the June 11, 2019 LAFCo Meeting*

**6. Public Comment**

This is the time set aside for citizens to address the Commission on any item of interest to the public that is within the subject matter jurisdiction of the Commission. For items that are on the agenda, public comment will be heard when the item is discussed. If your comments concern an item that is noted as a public hearing, please address the Commission after the public hearing is opened for public testimony. The Chair reserves the right to limit each speaker to three (3) minutes. Please understand that by law, the Commission cannot make decisions on matters not on the agenda.

**7. Authorize payment of Claims for June 2019 and July 2019**

- a. *Authorize payment of claims for June 2019 and July 2019.*

**8. WORKSHOP – HEALTHCARE SERVICE REVIEW AND SPHERE UPDATE**

**Healthcare Service Review and Sphere of Influence – Discussion and Public Workshop regarding Hospital Services in Modoc County.**

**Action Items:**

**9. Report from the Lassen-Modoc Flood Control meeting of June 25<sup>th</sup>, 2019**

- a) **Provide direction to LAFCo Staff regarding the Service Review and Sphere of Influence for the District.**

**10. Continued Discussion with Daphnedale CSD Board Members and status of the Daphnedale CSD dissolution and consider the repeal of LAFCo Resolution 2018-0001 and opportunities to help Daphnedale function as a CSD going forward.**

- a. *Continued Discussion with Daphnedale CSD Board Members and consider repeal of LAFCo initiated resolution 2018-0001 calling for LAFCo to initiate proceedings for the dissolution of the Daphnedale CSD and opportunities to help the CSD function going forward.*

**11. Authorize Commissioners and Staff to attend the CALAFCO Annual Conference at the Hyatt Regency in Sacramento October 30- November 1, 2019.**

- a) *Authorize Commissioners and Staff to attend the CALAFCO Annual Conference October 30 – November 1, 2019.*

**12. Nomination for the Calafco Board of Directors 2019-2020. Nominate a County Member and (or) a Special District Member for the Calafco Northern Region.**

- a) *Nominate a County Member to run for the Calafco Board of Directors, if desired.*

**13. Consider nominations for CALAFCO 2019 Annual Achievement Awards**

- a) *Nominate individuals/groups for any of the following 1) Outstanding CALAFCO Member, 2) Most Effective Commission, 3) Outstanding Commissioner, 4) Outstanding LAFCo Professional, 5) Outstanding LAFCo Clerk, 6) Outstanding CALAFCO Associate*

Member, 7) Project of the Year, 8) Distinguished Service Award, 9) Government Leadership Award, 10) Legislator of the Year, 11) Mike Gotch Courage and Innovation in Local Government Award, 12) Lifetime Achievement Award.

**14. Designate voting member (and voting member alternate) to vote on behalf of Modoc LAFCo at the Annual Calafco Conference in Sacramento.**

a) *Designate voting member and alternate*

**15. Executive Officer's Report:**

a) *Policies, Standards and Procedures Update*  
b) *Pest Abatement MSR and SOI*

**16. Commissioner Reports - Discussion**

*This item is placed on the agenda for Commissioners to discuss items and issues of concern to their constituency, LAFCO, and legislative matters.*

**17. Request change in Date for the next regularly LAFCo meeting of Tuesday October 8, 2019 to Tuesday October 15<sup>th</sup> 4:00 PM in Alturas.**

*Any member appointed on behalf of local government shall represent the interests of the public as a whole and not solely the interest of the appointing authority Government Code Section 56325.1*

*The Commission may take action upon any item listed on the agenda. Unless otherwise noted, items may be taken up at any time during the meeting.*

Public Comment

Members of the public may address the Commission on items not appearing on the agenda, as well as any item that does appear on the agenda, subject to the following restrictions:

- Items not appearing on the agenda must be of interest to the public and within the Commission's subject matter jurisdiction.
- No action shall be taken on items not appearing on the agenda unless otherwise authorized by Government Code Section 54954.2 (known as the Brown Act, or California Open Meeting Law).

Public Hearings

Members of the public may address the Commission on any item appearing on the agenda as a Public Hearing. The Commission may limit any person's input to a specified time. Written statements may be submitted in lieu of or to supplement oral statements made during a public hearing.

Agenda Materials

*Materials related to an item on this agenda submitted to the Commission after distribution of the agenda are available for review for public inspection in the Modoc County Planning Department office located at on 203 W. 4<sup>th</sup> Street, Alturas CA. [such documents are also available on the Modoc LAFCO website ([www.modoc.lafco.ca.gov](http://www.modoc.lafco.ca.gov)) to the extent practicable and subject to staff's ability to post the documents prior to the meeting]*

Accessibility

An interpreter for the hearing-impaired may be made available upon request to the Executive Officer 72 hours before a meeting.

The location of this meeting is wheelchair-accessible.

Disclosure & Disqualification Requirements

Any person or group of persons acting in concert who directly or indirectly contribute \$1,000 or more in support of or in opposition to a change of organization or reorganization that has been submitted to Modoc LAFCO must comply with the disclosure requirements of the Political Reform Act of 1974 applicable to local initiative measures to be submitted to the electorate. These requirements contain provisions for making disclosures of contributions and expenditures at specified intervals; they may be reviewed at Government Code §§56700.1 and 81000 *et seq.* Additional information about the requirements pertaining to local initiative measures to be presented to the electorate can be obtained by calling the Fair Political Practices Commission at (916) 322-5660. A LAFCO Commissioner must disqualify herself or himself from voting on an application involving an "entitlement for use" (such as an annexation or sphere amendment) if, within the last twelve months, the Commissioner has received \$250 or more in campaign contributions from the applicant, any financially interested person who actively supports or opposes the application, or an agency (such as an attorney, engineer, or planning consultant) representing the applicant or an interested party. The law (Government Code Section 84308) also requires any applicant or other participant in a LAFCO proceeding to disclose the contribution amount and name of the recipient Commissioner on the official record of the proceeding. Contact LAFCO Staff LAFCO staff may be contacted at (530) 233-9625 or by email at [j.benoit4@icloud.com](mailto:j.benoit4@icloud.com) Copies of reports to the extent feasible are located on the LAFCO webpage at: [www.modoclafco.org](http://www.modoclafco.org)

August 12, 2019

**TO: Member LAFCos**  
**SUBJECT: Proposed new dues structure for approval at 2019 Annual Business Meeting**

Dear Member LAFCos:

The CALAFCO Board of Directors continues to develop services to meet the evolving needs of our members, yet we find ourselves continually challenged to meet those needs with limited resources.

At the CALAFCO Annual Meeting in Yosemite last fall, the Board explained that additional revenues must be raised to close the ongoing structural deficit, which the association has operated with since its inception. As many of you heard, CALAFCO has had an unhealthy reliance on Conference revenue to balance the budget which is not a sound fiscal practice. After receiving your feedback during the roundtable discussions at that Conference and after process of almost 18 months, the Board took a two-phase approach to addressing the ongoing structural deficit.

First, as a short-term strategy to address this structural deficit in FY 2019-20, the Board approved a one-time cost sharing option in which member LAFCo dues were increased by 16.25% and the Board used one-time Conference net profits to close the deficit (\$33,452 raised through the 16.25% increase and \$31,138 coming from Conference net profit). As we move into FY 2019-20, the adopted budget has a structural deficit of \$37,980.

The Board was also committed to a long-term strategy of revising the current dues structure into a more sustainable model. As a result, at their May 10, 2019 meeting, the Board considered several options for a new dues structure brought forward from the Finance Ad Hoc Committee. This Committee undertook a lengthy and detailed process, considering eleven (11) different options before deciding on the two brought to the Board.

After much discussion and careful consideration, the Board unanimously approved presenting the proposed new dues structure to you, the membership, for a vote at the October 31, 2019 Annual Business Meeting. A new dues structure requires the approval of the membership as it is a change in the Bylaws.

The structure is population based with a number of variables including an annual base rate, population threshold and a per capita rate. Population data will be updated annually.

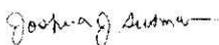
The first step to changing the dues structure is for the membership to discuss it at the Annual Business Meeting and vote. Should the membership approve the new structure, the Board will adopt policies relating to the three variables. To help you better understand the process up to this point in time, a Q&A document has been created and included with this letter. It provides details and answers to the questions we know many of you have. Additionally we are including a matrix of what the new dues structure looks like for the first year of implementation (FY 2020-21) should the membership approve.

Also the Annual Business Meeting Agenda and meeting packet will contain a full staff report with details and the proposed changes to the Bylaws associated with the new dues structure. This will be published early August.

We understand raising dues at any time is a difficult proposition. Our work at CALAFCO strives to support the success and meet the needs of all member LAFCos, large and small. We are committed to continually enhancing the services of CALAFCO and fulfilling our mandate "to assist member LAFCos with educational and technical resources that otherwise would not be available." We hope you will agree when we discuss this at our Annual Business Meeting at this year's Conference.

We and the rest of the Board are available to answer any questions you may have. You are encouraged to seek out the feedback of your regional Board members.

On behalf of the CALAFCO Board of Directors,



Josh Susman  
Chair of the Board



Pamela Miller  
Executive Director

Cc: CALAFCO Board of Directors  
enclosures

# CALAFCO BULLETIN

## Proposed LAFCo Membership New Dues Structure



To be presented to the Membership for consideration and vote at the  
2019 Annual Business Meeting in Sacramento, California on  
October 31, 2019

### Questions & Answers

**Question: *How did the Board come up with the proposed dues structure?***

**Answer:** The Board spent over a year deliberating the structural deficit and dues structure through their Finance Ad Hoc Committee. They considered feedback received from the membership at the 2018 Annual Conference from the regional roundtable discussions and the message to work towards a more sustainable dues structure model. The Board discussed at length options presented to them by the Ad Hoc Committee in February and May.

**Question: *Why was this structure selected over other options considered?***

**Answer:** After extensive research and discussion by the Ad Hoc Committee, and after considering a variety of possible structures including those based on LAFCo budget, County category (urban-suburban-rural), flat rate increases and population, ultimately it was a population-based structure that was favored. The Ad Hoc Committee presented two options to the Board with this population-based structural model and the Board agreed the population-based structure created the fewest irregularities to resolve and created a more sustainable funding formula. Ultimately this structure was unanimously approved by the Board.

**Question: *What are the variables in the formula?***

**Answer:** The formula includes: (1) A flat annual fee or base rate (each LAFCo will pay the same flat rate); (2) Population threshold number; and (3) A per capita rate.

**Question: *How will these variables be determined each year as CALAFCO considers member LAFCo dues?***

**Answer:** Should the membership approve the new structure, the Board will create policies to support the new structure. These policies will include the consideration of each of these variables and possible future adjustments. These policies will include keeping the Board's discretion to increase the dues by the CPI annually.

**Question: *Where will the population data come from?***

**Answer:** The population data will be updated annually as the Board considers the next fiscal year dues. The data source to be used for updates is the California Department of Finance population estimates.

**Question: *Is CALAFCO still budgeting for a net profit for the Annual Conference and how does that impact the annual budget?***

**Answer:** Yes. The Board has given clear direction that each year the annual budget should have a 15% net profit built into the budget for the Annual Conference (pursuant to Board Policy 4.2). CALAFCO's current FY 2019-20 budget calls for a 15% (or \$20,817) net profit. This net profit is still used to help balance the budget. However, the goal is for CALAFCO to move away from the unhealthy and unsustainable reliance on any higher net profit assumptions to balance the budget and fill the structural deficit.

The Ad Hoc Committee and the Board discussed at length using sponsorships to boost revenue and the Board continues to feel this revenue is unreliable and unpredictable and therefore unrealistic to use as a reliable revenue source.

**Question: *How were the proposed base rate, population threshold and per capita rate selected?***

**Answer:** First, the Board committed to using the FY 2018-19 dues as the baseline from which to work, which they did (the FY 2018-19 dues are lower than the FY 2019-20 dues). The Board anticipated the FY 2020-2021 operational costs to be close to \$300,000, which was the baseline budget number from which they worked. The Ad Hoc Finance Committee considered eleven (11) different options before deciding on the population-based model with the three variables. To narrow that further, after looking at several (three) options with different variable numbers, the Board selected the current formula (\$1,000 base rate, 700,000 population threshold, per capita rate of 0.013802199 and population estimates for 2020 given that is the year the new dues structure would take effect, should it be approved). While this and other formulas realized the \$300,000 anticipated operational budget, these particular variables created dues for each LAFCo that the Board felt were the most equitable at this time.

**Question: *How is this structure different than the current structure?***

**Answer:** The straight 3-category model no longer effectively serves the Association's member LAFcos. County populations vary enough that 3 categories just did not accurately capture the broader population picture. With the proposed model, the gap in the amount paid between the more populated rural LAFcos and their suburban colleagues has been reduced, as has the gap between the higher populated suburban LAFcos and the urban LAFcos.

**Question: *Are LAFcos in counties with a population over 700,000 exempt from any future increase based on population growth?***

**Answer:** The proposed changes call for the Board to set the population threshold annually. Should the membership approve this proposed structure, the Board will set policies around the variables of population threshold, base rate and per capita rate. This means that population threshold can change based on Board discretion.

**Question: *What if our LAFco has a financial hardship? Is that still addressed in the Bylaws?***

**Answer:** Yes. The Board unanimously agreed to keep the provision of allowing any LAFco with a financial hardship to bring that to the Board for consideration. (Please refer to Bylaws Section 2.2.4).

**Question: *What will the dues be for my LAFco if the membership approves this new structure?***

**Answer:** The spreadsheet accompanying this bulletin details what the first year will look like with this formula. As a starting point, the Bylaws will reflect the formula used to get at these rates and the rate chart itself. That detailed information will be contained in the meeting packet for the October 31, 2019 Annual Membership meeting.

**Question: *When will the membership vote on this proposed structure?***

**Answer:** The proposed structure is being presented to member LAFcos for voting at the Annual Business meeting on October 31, 2019 during the Annual Conference in Sacramento. The Annual Business Meeting agenda and meeting packet will be distributed in early August, allowing approximately three months for discussion prior to the vote.

**Question: *Can we vote by proxy or absentee ballot if we are not attending the Annual Business meeting?***

**Answer:** No, all member LAFcos must be present to vote at the Annual Business meeting pursuant to Bylaws Section 3.7. **For purposes of voting, each member LAFco must be in good standing – which means all dues are current and paid in full by September 30, 2019. Further, each member LAFco shall submit to CALAFco the name of their voting delegate by September 30, 2019.**

**Question: *What happens if the membership does not approve the proposed new dues structure?***

**Answer:** The Association will continue to have a structural deficit and may need to rely on accessing Fund Reserves to balance the budget. Further, in order to have a balanced budget, without additional sustainable and reliable revenues, expenses will need to be reduced which will equate to a reduction in services offered.

**Question: *Who can I talk to if I have questions?***

**Answer:** If you have questions you are encouraged to contact Pamela Miller, CALAFco's Executive Director at [pmiller@calafco.org](mailto:pmiller@calafco.org) or 916-442-6536. You can also contact the CALAFco Board Chair Josh Susman at [jsusman@calafco.org](mailto:jsusman@calafco.org). You are highly encouraged to reach out to any of your regional Board members and/or your regional staff representatives. All of their names and contact information can be found on the CALAFco website at [www.calafco.org](http://www.calafco.org).

CALAFCO

Proposed member LAFCo dues structure and dues beginning FY 2020-21

County	Population Estimate 2020	Population For Dues Calculation	Base Dues	Per Capita Dues	Base + Per Capita Dues	Total Per Capita Rate
ALAMEDA	1,703,660	700,000	1,000	9,662	10,662	0.0063
ALPINE	1,107	1,107	1,000	15	1,015	0.9171
AMADOR	37,560	37,560	1,000	518	1,518	0.0404
BUTTE	230,701	230,701	1,000	3,184	4,184	0.0181
CALAVERAS	44,953	44,953	1,000	620	1,620	0.0360
COLUSA	23,144	23,144	1,000	319	1,319	0.0570
CONTRA COSTA	1,178,639	700,000	1,000	9,662	10,662	0.0090
DEL NORTE	26,997	26,997	1,000	373	1,373	0.0508
ELDORADO	189,576	189,576	1,000	2,617	3,617	0.0191
FRESNO	1,033,095	700,000	1,000	9,662	10,662	0.0103
GLENN	29,691	29,691	1,000	410	1,410	0.0475
HUMBOLDT	137,711	137,711	1,000	1,901	2,901	0.0211
IMPERIAL	195,814	195,814	1,000	2,703	3,703	0.0189
INYO	18,724	18,724	1,000	258	1,258	0.0672
KERN	930,885	700,000	1,000	9,662	10,662	0.0115
KINGS	154,549	154,549	1,000	2,133	3,133	0.0203
LAKE	65,302	65,302	1,000	901	1,901	0.0291
LASSEN	30,626	30,626	1,000	423	1,423	0.0465
LOS ANGELES	10,435,036	700,000	1,000	9,662	10,662	0.0010
MADERA	162,990	162,990	1,000	2,250	3,250	0.0199
MARIN	265,152	265,152	1,000	3,660	4,660	0.0176
MARIPOSA	18,031	18,031	1,000	249	1,249	0.0693
MENDOCINO	90,175	90,175	1,000	1,245	2,245	0.0249
MERCED	286,746	286,746	1,000	3,958	4,958	0.0173
MODOC	9,422	9,422	1,000	130	1,130	0.1199
MONO	13,986	13,986	1,000	193	1,193	0.0853
MONTEREY	454,599	454,599	1,000	6,274	7,274	0.0160
NAPA	143,800	143,800	1,000	1,985	2,985	0.0208
NEVADA	99,548	99,548	1,000	1,374	2,374	0.0238
ORANGE	3,260,012	700,000	1,000	9,662	10,662	0.0033
PLACER	397,368	397,368	1,000	5,485	6,485	0.0163
PLUMAS	19,374	19,374	1,000	267	1,267	0.0654
RIVERSIDE	2,500,975	700,000	1,000	9,662	10,662	0.0043
SACRAMENTO	1,572,886	700,000	1,000	9,662	10,662	0.0068
SAN BENITO	60,067	60,067	1,000	829	1,829	0.0305
SAN BERNARDINO	2,230,602	700,000	1,000	9,662	10,662	0.0048
SAN DIEGO	3,398,672	700,000	1,000	9,662	10,662	0.0031
SAN FRANCISCO	905,637	700,000	1,000	9,662	10,662	0.0118
SAN JOAQUIN	782,662	700,000	1,000	9,662	10,662	0.0136
SAN LUIS OPISPO	284,126	284,126	1,000	3,922	4,922	0.0173
SAN MATEO	792,271	700,000	1,000	9,662	10,662	0.0135

CALAFCO  
Proposed member LAFCo dues structure and dues beginning FY 2020-21

County	Population Estimate 2020	Population For Dues Calculation	Base Dues	Per Capita Dues	Base + Per Capita Dues	Total Per Capita Rate
SANTA BARBARA	460,444	460,444	1,000	6,355	7,355	0.0160
SANTA CLARA	2,011,436	700,000	1,000	9,662	10,662	0.0053
SANTA CRUZ	282,627	282,627	1,000	3,901	4,901	0.0173
SHASTA	180,198	180,198	1,000	2,487	3,487	0.0194
SIERRA	3,129	3,129	1,000	43	1,043	0.3334
SISKIYOU	44,186	44,186	1,000	610	1,610	0.0364
SOLANO	453,784	453,784	1,000	6,263	7,263	0.0160
SONOMA	515,486	515,486	1,000	7,115	8,115	0.0157
STANISLAUS	572,000	572,000	1,000	7,895	8,895	0.0156
SUTTER	101,418	101,418	1,000	1,400	2,400	0.0237
TEHAMA	65,119	65,119	1,000	899	1,899	0.0292
TRINITY	13,389	13,389	1,000	185	1,185	0.0885
TULARE	487,733	487,733	1,000	6,732	7,732	0.0159
TUOLUMNE	53,976	53,976	1,000	745	1,745	0.0323
VENTURA	869,486	700,000	1,000	9,662	10,662	0.0123
YOLO	229,023	229,023	1,000	3,161	4,161	0.0182
YUBA	79,087	79,087	1,000	1,092	2,092	0.0264

As proposed, the formula described below is used to create the proposed FY 2020-21 dues as noted above.

Notwithstanding the foregoing, Member LAFCO annual membership dues shall be levied based upon a formula that includes the following components:

1. Dues are population based. The fiscal year 2020-2021 dues uses a 0.013802199 per capita rate and 2020 population estimates based on data from the California Department of Finance.
2. A base charge as set by the Board of Directors, which shall be the same for each LAFCO. The base charge for fiscal year 2020-2021 is \$1,000 per LAFCO.
3. A population threshold as set by the Board of Directors.
4. Population estimates per County updated annually based on data provided by the California Department of Finance.
5. The per capita rate shall be set by the Board of Directors.
6. No LAFCO will pay less than its current dues based on the baseline dues of fiscal year 2018-2019.

**Local Agency Formation Commission of Modoc County**  
**Meeting Minutes**  
**June 11, 2019**

**1. Call to order / Pledge of Allegiance**

Chair Irvin called the meeting to order at 4:01 p.m. in the City Council Chambers, Alturas City Hall. Commissioner Irvin, Commissioner Read, Commissioner Nelson, Commissioner Rhoads, and Commissioner Coe were present. Commissioner Neer, Commissioner Byrne, and Commissioner Steffek were absent.

Staff Present: John Benoit, Executive Officer, Jennifer Stephenson, Assistant Executive Officer, and Jackie Froeming, Clerk.

Pledge of Allegiance.

**2. Approval of the Agenda (Additions and Deletions)**

Commissioner Rhoads made the motion to approve the agenda as presented; seconded by Commissioner Nelson. In favor were Commissioners Rhoads, Irvin, Nelson, Coe, and Read. Motion passed unanimous.

**3. Correspondence - None**

**4. Consider Minutes for the April 22, 2019 LAFCo meeting**

Motion made by Commissioner Rhoads to approve the minutes as presented; seconded by Commissioner Read. In favor were Commissioners Irvin, Coe, Nelson, Read, and Rhoads. Motion passed Unanimous

**5. Public Comment – Executive Officer Benoit introduced Assistant Executive Officer Jennifer Stephenson to the LAFCo Commission.**

**6. Authorize payment of Claims for April 2019 and May 2019**

Commissioner Rhoads made the motion to authorize payment of claims for April and May 2019; seconded by Commissioner Coe.

In favor were Commissioners Rhoads, Irvin, Nelson, Coe and Read. Motion passed unanimous.

**7. Public Hearing regarding the Final FY 2019-2020 LAFCo Budget**

A public hearing was held to adopt the final FY 2019-2020 LAFCo Budget and approve Resolution 2019-0002.

Motion made by Commissioner Coe to approve LAFCo Resolution 2019-0002 for adoption of the final budget for Fiscal Year 2019-2020; Seconded by Commissioner Read.

The Clerk initiated a roll call vote on Resolution 2019-0002.

In favor were Commissioners Coe, Rhoads, Read, Irvin, and Nelson.

Motion passed unanimous.

**8. Continued Discussion with Daphnedale CSD Board Members and status of the Daphnedale CSD Dissolution and consider the repeal of LAFCo Resolution 2018-0001 and opportunities to help Daphnedale function as a CSD going forward.**

Commissioner Rhoads was provided their banking information. She talked with County Supervisor Cullins and Daphnedale is within her district and will be getting involved in with this CSD and seeing where they are and what can be done to assist them.

County CAO Chester Robertson reported that they do have a seated Board. He has spoken with the district and provided information on the prop 218 process, audit requirements, and the expectations of the State Controller's Office for special districts.

Executive Officer Benoit would like to request that some of the Board Members show up at the LAFCo meeting.

The Commission requested this item be left on the agenda and continue the discussion to the August Meeting.

**9. Healthcare Service Review and Sphere of Influence – Hospital services in Modoc County.**

Executive Officer Benoit provided the Commission a first draft of the Healthcare Service Review and Sphere of Influence. He is requesting that the draft be reviewed and comments be provided either during the meeting or email. Surprise Valley Healthcare District (SVHCD) provided some financials to Executive Officer Benoit which he will be reviewing. He reported that Last Frontier Healthcare district looks good and has no outstanding issues with this district. SVHCD has several issues which the LAFCo Commission will be working through over the next few months such as options for the district. Executive Officer Benoit will be providing a workshop on the Healthcare districts review and sphere of influence at the next meeting. The recommendation currently is to give SVHCD a zero sphere.

Commissioner Coe asked if the missing information from the review between 2014 – 2019 would be filled? Executive Officer responded that he has had a hard time getting information from the district but will complete the information if it can be located

Commissioner Coe and Nelson asked representatives from the SVHCD regarding the capacity at the Skilled Nursing Facility.

Judy Goldman (Member of the Public) made comments regarding the draft service review. She will provide LAFCo some financial information via email to help fill-in some of the blanks between 2014-2019.

Bill Bostic (SVHCD Administrator) introduced himself and provided his contact information. His phone number is (530) 279-6111 extension 1230 and email admin@svhospital.org. He reported on services that the hospital is currently providing, background information on the district, and made comments on the draft service review.

Jean Billadeaux (Member of the Public) made comments regarding SVHCD, the draft service review, and provided a comment letter to the Commission.

Bill Bostic (SVHCD Administrator) rebutted the comments made by Ms. Billadeaux.

**10. Executive Officer's Report:**

Executive Officer Benoit is working on the MSR for the two Pest Abatement Districts which are Lookout and Stronghold. This draft will be provided at a future meeting.

Assistant Executive Officer Stephenson provided an update on AB1822 an Omnibus Bill and AB1253 a grant funding bill specifically for Disadvantaged Communities which allocates funding. Both have passed the assembly and are in the Senate Finance Committee.

**11. Commissioner Reports –**

Commissioner Rhoads provided an update on the Canby Community Services District. She had a conversation with Bonnie Sherer; the district contacted the state and have a representative whom they can call. In addition, Commissioner Rhoads let the district know they can call her or their District Supervisor Elizabeth Cavasso. One of the suggestions from their representative was to merge all their districts. They are working on creating a new Board and are getting positive feedback from community members. The ISOT community broke off and replaced their wells and water distribution and the sewer pond's useable life is about to expire. This districts first project would be to get new wells along with a new water distribution system. Canby CSD is a disadvantaged community and should be able to qualify for grant funding.

**12. Adjourn to the next regular meeting 3:00 PM on August 13, 2019**

Due to the proposed workshop on the Healthcare Service Review the Commission requested that the meeting begin at 3:00 PM rather than 5:00 PM.

There being no further business to come before the Commission. The meeting adjourned at 5:10PM.

# Modoc Local Agency Formation Commission

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## CLAIMS

for

June and July 2019

Ratify the following Claims for FY 2018-2019

July 1, 2019	Staff Services June 2019	\$ 5,576.51
June 11, 2019	Commission Stipend June 11, 2019	\$ 500.00
<b>TOTAL:</b>		<b>\$ 6,076.51</b>

Authorize the following Claims for FY 2019-2020

Aug 27, 2019	Staff Svcs July 2019	\$ 3,152.53
Aug 27, 2019	Calafco Dues 2019-2020	\$ 1,075.00
<b>TOTAL:</b>		<b>\$ 4,227.53</b>

**DATED:** August 27, 2019

**APPROVED:** August 27, 2019

**Jim Irvin, Chair Modoc Local Agency  
Formation Commission**

**Attest:**

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**John Benoit  
Executive Officer**



