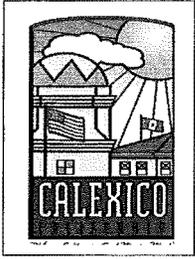


**AGENDA  
ITEM**

**14**



# AGENDA STAFF REPORT

**DATE:** February 20, 2019

**TO:** Mayor and City Council

**APPROVED BY:** David B. Dale, City Manager *[Signature]*

**PREPARED BY:** David B. Dale, City Manager

**SUBJECT:** Approve the Service Area Plan (SAP)/Municipal Service Review (MSR)

=====

## Recommendation:

Approve the Service Area Plan (SAP)/Municipal Service Review (MSR) dated October 2018.

## Background:

On January 4, 2018, the City of Calexico issued a Request for Proposal to conduct an update assessment of services offered by the City of Calexico as required by the Imperial County Local Agency Formation Commission (LAFCO).

The city's existing SAP/MSR was last adopted by the city in 2006. The SAP/MSR is required to be updated every five years. Since the last SAP/MSR update, the city has evolved in a number of ways. The city has grown by approximately 6,100 people representing a 17 percent population growth rate. Several homes, apartments and a new outlet mall has been constructed. Most importantly, a housing downturn has occurred that led to a reduction of housing units proposed and previously planned for.

On March 21, 2018, the City Council approved The Holt Group to complete the report. The Holt Group, on behalf and under direction by the City, has prepared and presented to the Commission a comprehensive Service Area Plan (SAP)/Municipal Service Review (MSR). City approval of the SAP/MSR is required by LAFCO.

## Discussion & Analysis:

On January 24, 2019, LAFCO approved the SAP/MSR. The SAP/MSR identifies several deficiencies that need to be addressed over the next five years. LAFCO will be reviewing the SAP/MSR with the city on an annual basis to determine if the city is making adequate progress on said deficiencies.



**Fiscal Impact:**

No direct impact

**Coordinated With:**

All city departments.

**Attachment(s):**

1. LAFCO letter dated January 24, 2019.
2. LAFCO Resolution #2019-03.
3. SAP/MSR dated October 2018 is available online at [www.calexico.ca.gov](http://www.calexico.ca.gov).

January 24, 2019

City of Calexico  
David Dale, City Manager  
608 Heber Avenue  
Calexico, CA 92231

Re: City of Calexico SAP/MSR

Mr. Dale:

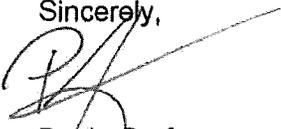
The Commission approved the Service Area Plan/Municipal Service Review and re-adopted the Sphere of Influence on January 24, 2019. Enclosed please find Resolution #2019-03.

Please provide to us the following:

1. Resolution by the City approving the Service Area Plan/Municipal Service Review
2. Final version of the SAP/MSR

Upon receipt of the foregoing we will take the necessary action to complete this Service Area Plan (SAP)/Municipal Service Review (MSR), as expeditiously as possible. If you have any questions or comments, please feel free to contact this office.

Sincerely,



Paula Graf  
Analyst

Enclosure

cc:

Resolutions Binder, Project File, 50.002



## RESOLUTION #2019-03

**RESOLUTION OF THE LOCAL AGENCY FORMATION COMMISSION OF THE COUNTY OF IMPERIAL AND APPROVING THE SERVICE AREA PLAN(SAP)/MUNICIPAL SERVICE REVIEW(MSR) FOR THE CITY OF CALEXICO (CX 1-15)**

**RESOLVED**, by the Local Agency Formation Commission of Imperial, State of California, that

**WHEREAS**, the Service Area Plan for the City of Calexico in the County of Imperial was filed with this Commission and the Executive Officer of this Commission pursuant to Title 5, Division 3, commencing with Section 56000 of the Government Code; and

**WHEREAS**, the Executive Officer of LAFCO has reviewed and prepared a report on said Service Area Plan, including recommendations thereon; and

**WHEREAS**, it has been determined that the Service Area Plan/Municipal Service Review has been completed in full compliance with LAFCO rules.

**NOW THEREFORE, BE IT DETERMINED, ORDERED AND RESOLVED AS FOLLOWS:**

- I: Certify that the Service Area Plan/Municipal Service Review is exempt from CEQA.
- II: Make the finding that this Service Area Plan/Municipal Service Review is in substantial compliance with the provisions of the Cortese-Knox-Hertzberg Reorganization Act of 2000 and the Imperial LAFCO Policy and Procedures.
- III: Make the finding that pursuant to Government Code Sections § 56425 that:
  - a. The Service Area Plan/Municipal Service Review has been reviewed by the Executive Officer and the Commission and the City has the capacity and ability to provide services within the area. (Exhibit B)
  - b. The Service Area Plan/Municipal Service Review will provide for logical and orderly development for the City.
  - c. The Sphere of Influence currently adopted remains adequate for any projected growth for the City and **remains that same.** (Exhibit A)
- IV: The Commission finds that the present land uses within the boundaries of the Service Area Plan/Municipal Service Review are airport, commercial, industrial, public facilities, business park, open space, residential, and specific plan. The land uses intended for these areas were

planned by the City to be within the framework of the City's General Plan guidelines estimating build out both within the City limits and Sphere of Influence.

The Commission finds that the present services available to the areas within the proposed boundaries are limited to those identified in the Plan. Any expansion of services by the City, other than those listed herein would require LAFCO approval.

The Commission finds that the Service Area Plan/Municipal Service Review as provided by the City has the conditional ability to provide services within its current and proposed boundary limits and the document provided indicates that the City has a plan whereby it can provide these services. The City has some very significant financial constraints and policy issues that require the Council to take specific actions to address the various shortfalls. The City shall make every effort to implement the recommended actions and any other actions to continue viability.

The Commission finds that there are no known social or economic communities of interest in the areas.

**PASSED, ADOPTED AND APPROVED** this 24<sup>th</sup> day of **January 2019** by the Local Agency Formation Commission and the following roll call votes:

AYES: Jackson, Kelley, Castillo, West

NAYS: None

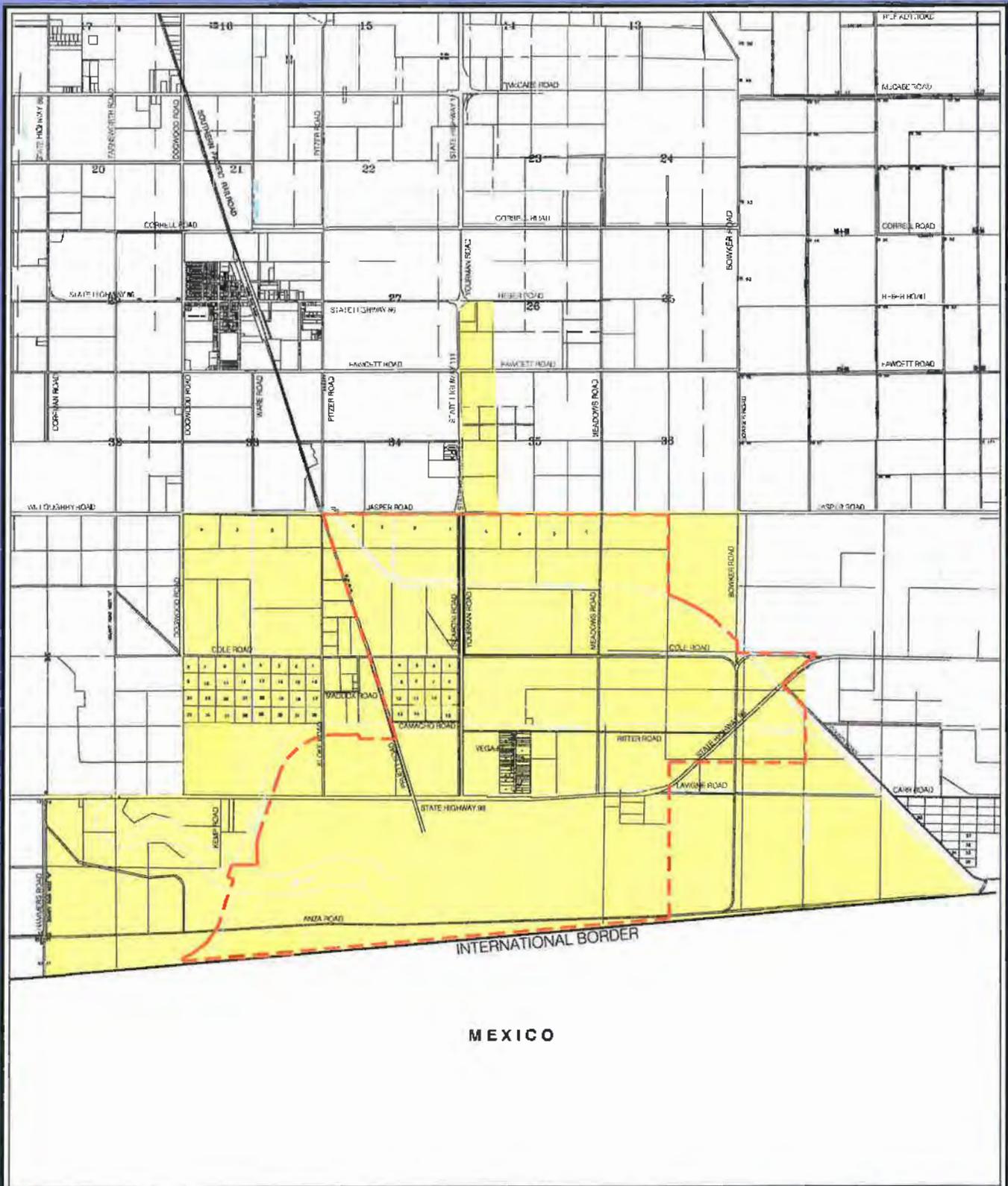
ABSENT: Froelich

ABSTAIN: None

Ray Castillo, Chair

A handwritten signature in black ink, appearing to read 'Jurg Heuberger', written over a horizontal line.

Jurg Heuberger, Executive Officer



**City of Calexico**

Imperial Local Agency Formation Commission  
 1122 W. State St., Suite D  
 El Centro, CA 92243

SOI as of: 01/24/19

Boundary as of: 01/24/19



**EXHIBIT B**