

Fresno Local Agency Formation Commission

June 3, 2021

Matthew H. Hurley, Executive Director Tranquillity Resource Conservation District 516 W. Shaw Avenue, Suite 200 Fresno, CA 93704

Dear Mr. Hurley:

Subject: MSR 21-2 / USOI-194 – Recommendations and Follow-up Actions

Fresno LAFCo would like to extend its appreciation to the Tranquillity Resource Conservation District ("Tranquillity RCD" or "District") for its active participation with the Commission's Municipal Service Review Program.

On May 12, 2021, Fresno LAFCo approved the Tranquillity RCD Municipal Service Review ("MSR") and Sphere of Influence ("SOI") update prepared for the District in compliance with Government Code §56430 and §56425. At this hearing the Commission made various recommendations that require timely action by the District.

Enclosed is a copy of the Commission's resolution for its adoption of the District's MSR and SOI update. The Commission's recommendations to the District are listed below:

- A. That the District continues its effort to reinstate services, build new partnerships, and establish a growth plan to annex new territory into the District.
- B. That the District begins to annually adopt a formal budget program that identifies the District's revenues and expenditures for the upcoming year.
- C. That the District annually file a copy of its adopted budget for the upcoming fiscal year with the Fresno County Assessor Controller Treasurer Tax Collector's Office, Special Accounting Division, pursuant to Government Code section 53901.
- D. That the District annually prepares audited financial statements for all District financial transactions in accordance with generally accepted accounting principles for the preceding fiscal year; and, furnish a copy to the State Controller, pursuant to Government Code section 53891.

E. That the District annually files a copy of its audited financial statements within 12 months of the closed fiscal year with the Fresno County Assessor Controller – Treasurer Tax Collector's Office, Financial Reporting & Audits Division, pursuant to Government Code section 26909.

Please be advised that failure to perform these tasks or to provide Fresno LAFCo with a record of their timely completion may result in the Commission's reconsideration of the TRCD SOI.

The complete MSR and SOI Update reports can be viewed on Fresno LAFCo's website at: http://www.fresnolafco.org/MSR%20Reports.asp.

If you have any questions, please feel free to contact Senior LAFCo Analyst George W. Uc at (559) 600-0604.

Sincerely,

David E. Fey, Executive Officer

CC:

Jerry Radinoff, President of Tranquillity RCD

G:\LAFCo Projects\Districts\RCD\2019 CoWide RCD MSR\Cover_Page_Tranquillity RCDs.docx

RESOLUTION NO. MSR 21-2 / USOI-194

A RESOLUTION OF THE FRESNO LOCAL AGENCY FORMATION COMMISSION MAKING DETERMINATIONS AND ADOPTING A MUNICIPAL SERVICE REVIEW; MAKING DETERMINATIONS AND UPDATING THE SPHERE OF INFLUENCE FOR THE TRANQUILLITY RESOURCE CONSERVATION DISTRICT

WHEREAS, pursuant to the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 ("CKH"), the Fresno Local Agency Formation Commission is required to review and update, as necessary, spheres of influence ("SOI") of local agencies not less than once every five years; and

WHEREAS, on August 20, 2019, the Tranquillity Resource Conservation District ("District") submitted an application (File No. USOI-194) and supporting materials to this Commission pursuant to Government Code section 56428 requesting LAFCo an expansion of the District SOI to add +/- 89,085 acres that would facilitate the planned, orderly, and efficient growth of the District (Attachment A); and,

WHEREAS, the District's SOI update application No. USOI-194 triggered a simultaneous review of LAFCo's 2007 consolidated SOI of the five Resource Conservation Districts ("RCDs") in Fresno County's west side: Firebaugh RCD, James RCD, Panoche RCD, Poso RCD, Tranquillity RCD, and Westside RCD; and

WHEREAS, the objective of the 2007 consolidated SOI for the RCDs was to facilitate the eventual consolidation of Fresno County's westside RCDs; and

WHEREAS, the LAFCo's review of the 2007 consolidated SOI for the RCDs notes that it has not served its original objective as proposed by LAFCo; and

WHEREAS, CKH directs the Commission to conduct a Municipal Service Review ("MSR") no later than the time it considers an action to either determine, amend, or update a SOI for a local agency; and

WHEREAS, the Executive Officer prepared MSRs for Tranquillity RCD, Firebaugh RCD, James RCD, Panoche RCD, and Westside RCD, in response to Tranquillity RCD's request for a SOI update, published the MSRs on the Commission's website, and provided a mailed 21-day public notice to all affected local agencies within the affected territory; and

WHEREAS, notice of the Commission hearing for the District SOI update and update of the 2007 consolidated SOI for the RCDs was duly given in a publication of general circulation as required by CKH, at the time, in the form, and manner provided by law; and

WHEREAS, the Executive Officer reviewed said application and prepared a staff report to the Commission, including a recommendation for approval, said report having been mailed to each affected local agency within the affected territory and interested individuals pursuant to Government Code section 56428(c); and

WHEREAS, at the duly noticed public meeting, held on May 12, 2021, the Commission heard, discussed, and considered all relevant evidence, including but not limited to the MSRs determinations and recommendations, environmental review documents, and all testimony, correspondence, and attachments received during the public hearing process.

NOW, THEREFORE, BE IT RESOLVED that the Fresno Local Agency Formation Commission does hereby DETERMINE AND ORDER, as follows:

ACTION 1: MUNICIPAL SERVICE REVIEWS

A. Acting as Lead Agency pursuant to California Environmental Quality Act ("CEQA") Guidelines find that the MSRs prepared for: Tranquillity RCD, Firebaugh RCD, James RCD, Panoche RCD, and Westside RCD are Categorically Exempt from the provisions of CEQA under section 15306, "Information Collection."

ADOPTED THIS 12th DAY OF MAY 2021 BY THE FOLLOWING VOTE:

AYES:

COMMISSIONERS MAGSIG, SANTOYO, PARRA, YEP, BRANDAU

NOES:

NONE

ABSENT:

NONE

ABSTAIN:

NONE

ACTION 2: TRANQUILLITY RESOURCE CONSERVATION DISTRICT SOI UPDATE

B. Acting as a Responsible Agency pursuant to CEQA, consider the Notice of Exemption for the Tranquillity RCD SOI update that was prepared by Tranquillity RCD acting as the CEQA Lead Agency.

C. Acting as a Lead Agency, find that it can be seen with certainty that the proposed District SOI updates for Tranquillity RCD does not have the potential to result in significant effects on the environment and therefore the SOI updates are not subject to CEQA pursuant to CEQA Guidelines section 15061 (b)(3).

ADOPTED THIS 12th DAY OF MAY 2021, BY THE FOLLOWING VOTE:

AYES:

COMMISSIONERS PARRA, MAGSIG, SANTOYO, YEP, BRANDAU

NOES:

NONE

ABSENT:

NONE

ABSTAIN: NONE

ACTION 3: WRITTEN DETERMINATIONS AND RECCOMENDATIONS

- D. Receive this report and any public testimony regarding the proposed Municipal Service Review and proposed sphere of influence update.
- E. Approve the recommended Municipal Service Review determinations, together with any changes deemed appropriate.
- F. Approve the recommended sphere of influence update determinations, together with any changes deemed appropriate.
- G. Remove the Tranquillity Resource Conservation District from the 2007 consolidated SOI and adopt a SOI for the Tranquillity Resource Conservation District that is coterminous with the recommended SOI update as depicted in **Attachment A**.

H. Recommendations to the Tranquillity Resource Conservation District:

- a. That the District continue its effort to reinstate services, build new partnerships, and establish a growth plan to annex new territory into the District.
- b. That the District begins to annually adopt a formal budget program that identifies the District's revenues and expenditures for the upcoming year.
- c. Annually file a copy of the District's adopted budget for the upcoming fiscal year with the Fresno County Assessor Controller – Treasurer Tax Collector's Office, Special Accounting Division. (Government Code section 53901)
- d. Annually prepare audited financial statements for all District financial transactions in accordance with generally accepted accounting principles for the preceding fiscal year; and, furnish a copy to the State Controller. (Government Code section 53891)
- e. Annually file a copy of the District's audited financial statements within 12 months of the closed fiscal year with the Fresno County Assessor Controller Treasurer Tax Collector's Office, Financial Reporting & Audits Division. (Government Code section 26909)

ADOPTED THIS 12th DAY OF MAY 2021 BY THE FOLLOWING VOTE:

AYES: COMMISSIONERS MAGSIG, SANTOYO, PARRA, YEP, BRANDAU

NOES: NONE

ABSENT: NONE

ABSTAIN: NONE

STATE OF CALIFORNIA) COUNTY OF FRESNO)

CERTIFICATION

I, David E. Fey, Executive Officer, Fresno Local Agency Formation Commission, hereby certify that the foregoing resolution was adopted by the Commission on the 12th day of May 2021.

David E. Fey, Executive Officer

Fresno Local Agency Formation Commission

G:\LAFCo Projects\Districts\RCD\2019 CoWide RCD MSR\RESO_Tranquillity RCD_MSR 21-2_USOI-194_GU.docx

Proposed SOI update, Tranquillity Resource Conservation District

