
**FRESNO LOCAL AGENCY FORMATION COMMISSION (LAFCo)
EXECUTIVE OFFICER'S REPORT**

AGENDA ITEM No. 7

DATE: March 10, 2021
TO: Fresno Local Agency Formation Commission
FROM: David E. Fey, Executive Officer *DF*
SUBJECT: Cities' Response to Alternative Allocation Process.

RECOMMENDATION: Receive Report and Provide Direction.

At its January 13, 2021 hearing, the Commission directed its Executive Officer to inquire with the cities about their interest in an alternative process to develop the annual LAFCo operational allocation.

In addition, Chair Parra directed staff to also inquire whether cities would support a policy that would provide discretionary relief of a city's payment of its LAFCo allocation in the event of extraordinary fiscal circumstances.

The Executive Officer contacted Fresno COG Executive Director Tony Boren to place this item before one of several city committees that regularly meet at COG. The Executive Director recommended that the Executive Officer bring these questions to the Policy Advisory Committee (PAC), which is composed of city managers.

The PAC met on February 12, 2021 and considered the Executive Officer's powerpoint presentation (attached). After some questions, acting PAC chair Nicole Zieba summarized her recommendation to the PAC on both questions that "if it wasn't broke, don't fix it." There was no further discussion.

Staff concludes that at this time there is no groundswell to change LAFCo policies related to the calculation of, or relief from the annual allocation and recommends that no further action be taken until such time as this is a matter of interest for cities.

Individuals and Agencies Receiving this Report

- Ken Price, LAFCo Counsel
- Cities in Fresno County