



Fresno LAFCo Allocation Process

LAFCo's Authority

- ▶ GC sec. 56000 *et seq.* establishes a LAFCo in each county to encourage orderly growth and development, promote the logical formation and determination of local agency boundaries
- ▶ Membership: 2 County supervisors, 2 City councilmembers/mayor, 1 public member
 - ▶ County Supervisors Brandau and Magsig, Councilmembers Parra (City of Fowler) and Yep (City of Kerman) and Mario Santoyo (public member)
- ▶ GC sec. 56384 authorizes the commission to appoint an executive officer, legal counsel, and staff
- ▶ GC sec. 56831 sets forth LAFCo's funding authority from its member agencies;
 - ▶ County, cities, special districts
- ▶ GC sec. 56383 authorizes LAFCos to establish fees for services

LAFCo's Budget Process

$$\begin{aligned} & \text{Gross Operating Budget} \\ & \quad - \text{(Revenue +} \\ & - \text{ Fund Balance Contribution)} \\ & = \text{Net Annual Budget} \end{aligned}$$

FY 2020-21 Budget

REVENUE SUMMARY	Adopted FY 20-21 Budget
ALLOCATION COUNTY	175,054
ALLOCATION CITIES	175,054
APPLICATION FEES	70,000
MISC. RECEIPTS	0
AUTH. FUND BALANCE CONTRIBUTION	182,250
Total	602,358
EXPENDITURE SUMMARY	
EXPENDITURE - OFFICE OPERATIONS	100,651
EXPENDITURE - PERSONNEL	436,056
EXPENDITURE - CONSULTING SERVICES	65,650
Total	602,358

Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (CKH) Section 56381

The commission shall adopt annually, following noticed public hearings, a proposed budget by May 1 and final budget by June 15. ...

The commission shall transmit its proposed and final budgets to the board of supervisors, to each city, and to each independent special district.

After adoption of a final budget by the commission, the auditor shall apportion the net operating expenses of a commission in the following manner ...

Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (CKH) Section 56381

...The cities' share shall be apportioned in proportion to each city's total revenues, as reported in the most recent edition of the Cities Annual Report published by the Controller, as a percentage of the combined city revenues within a county, ...

or by an alternative method approved by a majority of cities representing the majority of the combined cities' populations.

LAFCo's Cities' Allocations FY 20-21

CITY	FY 19 REVENUE*	% OF REVENUE	2020-21 ALLOCATION
CLOVIS	207,748,657.00	0.1625	\$28,438.70
COALINGA	22,136,998.00	0.0173	\$3,030.33
FIREBAUGH	11,229,945.00	0.0088	\$1,537.27
FOWLER	8,298,401.00	0.0065	\$1,135.75
FRESNO	846,454,529.00	0.6619	\$115,871.12
HURON	7,490,212.00	0.0059	\$1,025.33
KERMAN	16,059,679.00	0.0126	\$2,198.41
KINGSBURG	21,367,616.00	0.0167	\$2,925.01
MENDOTA	9,878,184.00	0.0077	\$1,352.22
ORANGE COVE	8,344,098.00	0.0065	\$1,142.22
PARLIER	11,525,280.00	0.0090	\$1,577.70
REEDLEY	38,527,952.00	0.0301	\$5,274.09
SAN JOAQUIN	3,402,679.00	0.0027	\$465.79
SANGER	38,086,157.00	0.0298	\$5,213.61
SELMA	28,243,257.00	0.0221	\$3,866.22
TOTAL	\$1,278,793,644	100.00%	\$175,053.78

Apportionment for County	\$175,054.00
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Process

- ▶ Final budget is conveyed to the Auditor's staff;
- ▶ Auditor staff calculates each city's portion in accordance with Statute;
- ▶ Sends an invoice to the city; and
- ▶ Upon receipt of paid invoice conveys funds to LAFCo.

Questions for member agencies

- ▶ Currently, the cities' share is apportioned as described in CKH.
 - ▶ Is there an interest in an alternative method approved by a majority of cities representing the majority of the combined cities' populations?
- ▶ Currently, there is no policy or procedure for cities' discretionary relief for extraordinary fiscal circumstances.
 - ▶ Is there an interest in such a policy?

Thank you.

Questions?

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