

### **MEMBERS**

**Donald A. Blubaugh** Public Member

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**Candace Andersen** County Member Sharon Burke Public Member

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April 17. 2013 Agenda Item 13

Lou Ann Texeira Executive Officer '

Federal Glover County Member Michael R. McGill Special District Member City Member

**Don Tatzin** City Member

April 17, 2013 (Agenda)

Contra Costa Local Agency Formation Commission 651 Pine Street, Sixth Floor Martinez, CA 94553

# AB 1427 - Assembly Committee on Local Government Omnibus Bill

Dear Members of the Commission:

Each year, the California Association of Local Agency Formation Commissions (CALAFCO) sponsors/supports an omnibus bill which makes non-substantive changes to the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (CKH Act).

On behalf of CALAFCO, the Assembly Committee on Local Government has introduced AB 1427 (Attachment 1) which makes technical changes, clarifications and corrections to the following sections of the CKH Act.

56044 – definition of independent special district

56332 - independent special district selection committee

56757 – annexations to cities in Santa Clara County

56866 - petition (merger, establishments of a subsidiary district)

57026 – noticing requirements (i.e., Los Angeles area)

CALAFCO is seeking support from the member LAFCos. Attached is a draft letter of support for the Commission's consideration (Attachment 2).

## RECOMMENDATION

Provide input and direction to staff.

Sincerely,

LOU ANN TEXEIRA **EXECUTIVE OFFICER** 

Attachment 1 – AB 1427 Attachment 2 – Draft Letter Supporting AB 1427 CALIFORNIA LEGISLATURE-2013-14 REGULAR SESSION

## **ASSEMBLY BILL**

No. 1427

Introduced by Committee on Local Government (Achadjian (Chair), Levine (Vice Chair), Alejo, Bradford, Gordon, Melendez, Mullin, and Waldron)

## April 1, 2013

An act to amend Sections 56044, 56048, 56332, 56757, 56866, 56870, 57026, and 57118 of the Government Code, relating to local government.

#### LEGISLATIVE COUNSEL'S DIGEST

AB 1427, as introduced, Committee on Local Government. Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000.

Existing law, the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (act), provides the sole and exclusive authority and procedure for the initiation, conduct, and completion of changes of organization and reorganization for cities and districts.

For purposes of the act, existing law defines an independent district or independent special district to include any special district having a legislative body all of whose members are elected by registered voters and landowners within the district, or whose members are appointed to fixed terms.

This bill would specify that the definition excludes any independent special district having a legislative body consisting, in whole or in part, of ex officio members who are officers of a county or another local agency or who are appointees of those officers other than those who are appointed to fixed terms.

The act specifies the procedures for selecting members for a local agency formation commission in each county. Existing law requires the independent special district selection committee to appoint 2 regular members and one alternate member to the commission. Existing law requires the appointed members to be elected or special district officers residing within the county.

This bill would require the appointed members to be elected or appointed members of the legislative body of an independent special district residing within the county.

The act prohibits a local agency formation commission from reviewing a reorganization that includes an annexation to any city in Santa Clara County of unincorporated territory that is within the urban service area of the city if the reorganization is initiated by resolution of the legislative body of the city and instead appoints the city council of that city as the conducting authority for the reorganization.

This bill would specify that these provisions apply to an annexation or a reorganization proposal.

The act requires petitions for a merger of a district which overlaps a city, or for the establishment of the district as a subsidiary district of the city, to be signed in a specified manner for a resident voter district. Existing law requires petitions for the dissolution of a district to be signed in a specified manner for a resident voter district.

This bill would instead prescribe the manner of signatures for a registered voter district.

The act requires the executive officer of the commission to give specified notice of the protest hearing to be held for a district formation. Existing law requires the notice to contain specified information including a statement of the time, date, and place of the protest hearing on the proposed change of organization or reorganization and requires the protest hearing to be held on a specific date if the uninhabited territory is proposed to be annexed to a city with specified residents and population.

This bill would delete the requirement that a protest hearing be held on a specific date for such an uninhabited territory and would otherwise make that uninhabited territory subject to the existing non-specific date requirement.

This bill would also make other technical and conforming changes and correct erroneous references.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 56044 of the Government Code is 2 amended to read:

3 56044. "Independent district" or "independent special district" 4 includes any special district having a legislative body all of whose 5 members are elected by registered voters or landowners within the 6 district, or whose members are appointed to fixed terms, and 7 excludes any special district having a legislative body consisting, 8 in whole or in part, of ex officio members who are officers of a 9 county or another local agency or who are appointees of those 10 officers other than those who are appointed to fixed terms. 11 "Independent special district" does not include any district excluded 12 from the definition of district contained in Sections 56036 and 13 56036.6.

14 SEC. 2. Section 56048 of the Government Code is amended 15 to read:

16 56048. (a)-"Landowner" or "owner of land" means any *of the* 17 *following:* 

(a) Each person shown as the owner of land on the last equalizedassessment roll prepared by the county at the time the determination

is required to be made pursuant to the requirements of this division.Where that person is no longer the owner, the landowner or owner

of land is any person entitled to be shown as the owner of land on

23 the next equalized assessment roll.

(b) Where land is subject to a recorded written agreement ofsale, any person shown in the agreement as the purchaser.

(c) Any public agency owning land other than highways,rights-of-way, easements, waterways, or canals.

28 SEC. 3. Section 56332 of the Government Code is amended 29 to read:

30 56332. (a) The independent special district selection committee 31 shall consist of the presiding officer of the legislative body of each 32 independent special district. However, if the presiding officer of 33 an independent special district is unable to attend a meeting of the 34 independent special district selection committee, the legislative 35 body of the district may appoint one of its members to attend the 36 meeting of the selection committee in the presiding officer's place. 37 Those districts shall include districts located wholly within the 38 county and those containing territory within the county representing

### AB 1427

1 50 percent or more of the assessed value of taxable property of the

2 district, as shown on the last equalized county assessment roll.

3 Each member of the committee shall be entitled to one vote for

4 each independent special district of which he or she is the presiding5 officer. Members representing a majority of the eligible districts

6 shall constitute a quorum.

7 (b) The executive officer shall call and give written notice of 8 all meetings of the members of the selection committee. A meeting 9 shall be called and held under one of the following circumstances:

10 (1) Whenever the executive officer anticipates that a vacancy 11 will occur within the next 90 days among the members or alternate 12 member representing independent special districts on the 13 committee.

(2) Whenever a vacancy exists among the members or alternate
 member representing independent special districts upon the
 commission.

(3) Upon receipt of a written request by one or more members
of the selection committee representing districts having 10 percent
or more of the assessed value of taxable property within the county,
as shown on the last equalized county assessment roll.

21 (c) (1) If the executive officer determines that a meeting of the 22 special district selection committee, for the purpose of selecting 23 the special district representatives or for filling a vacancy, is not 24 feasible, the executive officer may conduct the business of the 25 committee in writing, as provided in this subdivision. The executive 26 officer may call for nominations to be submitted in writing within 27 30 days. At the end of the nominating period, the executive officer 28 shall prepare and deliver, or send by certified mail, to each 29 independent special district one ballot and voting instructions. If 30 only one candidate is nominated for a vacant seat, that candidate 31 shall be deemed selected, with no further proceedings.

(2) As an alternative to the delivery by certified mail, the
executive officer, with the prior concurrence of the district, may
transmit the ballot and voting instructions by electronic mail,
provided that the executive officer shall retain written evidence of

36 the receipt of that material.

37 (3) The ballot shall include the names of all nominees and the

38 office for which each was nominated. The districts shall return the

39 ballots to the executive officer by the date specified in the voting

instructions, which date shall be at least 30 days from the date on 1 2 which the executive officer mailed the ballots to the districts.

3 (4) If the executive officer has transmitted the ballot and voting 4 instructions by electronic mail, the districts may return the ballots 5 to the executive officer by electronic mail, provided that the 6 executive officer retains written evidence of the receipt of the 7 ballot.

8 (5) Any ballot received by the executive officer after the 9 specified date is invalid. The executive officer shall announce the 10 results of the election within seven days of the specified date.

11 (d) The selection committee shall appoint two regular members 12 and one alternate member to the commission. The members so 13 appointed shall be elected or appointed members of the legislative 14 body of an independent special district officers residing within the 15 county but shall not be members of the legislative body of a city 16 or county. If one of the regular district members is absent from a 17 commission meeting or disgualifies himself or herself from 18 participating in a meeting, the alternate district member may serve 19 and vote in place of the regular district member for that meeting. 20 The representation Service on the commission by a regular district 21 member who is a special district officer shall not disqualify, or be 22 cause for disqualification of, the member from acting on a proposal 23 proposals affecting the special district on whose legislative body 24 the member serves. The special district selection committee may, 25 at the time it appoints a member or alternate, provide that the 26 member or alternate is disqualified from voting on proposals 27 affecting the district of which the member is a representative on 28 whose legislative body the member serves.

29 (e) If the office of a regular district member becomes vacant, 30 the alternate member may serve and vote in place of the former 31 regular district member until the appointment and qualification of

32 a regular district member to fill the vacancy.

33 (f) For purposes of this section, "executive officer" means the 34 executive officer or designee as authorized by the commission.

35 SEC. 4. Section 56757 of the Government Code is amended 36 to read:

37 56757. (a) The commission shall not review an annexation or

38 a reorganization *proposal* that includes an annexation to any city

39 in Santa Clara County of unincorporated territory that is within 40

the urban service area of the city if the annexation or reorganization

- proposal is initiated by resolution of the legislative body of the 1 2 city.
- 3 (b) The city council shall be the conducting authority for the 4 annexation or reorganization proposal and the proceedings for the 5 annexation or reorganization proposal shall be initiated and 6 conducted as nearly as may be practicable in accordance with Part
- 7 4 (commencing with Section 57000). 8 (c) The city council, in adopting the resolution approving the
- 9 annexation or reorganization proposal, shall make all of the 10 following findings:
- 11 (1) That the unincorporated territory is within the urban service 12 area of the city as adopted by the commission.
- (2) That the county surveyor has determined the boundaries of 13 14 the proposal to be definite and certain, and in compliance with the 15 road annexation policies of the commission. The city shall reimburse the county for the actual costs incurred by the county 16 17 surveyor in making this determination.
- 18 (3) That the proposal does not split lines of assessment or 19 ownership.
- 20 (4) That the proposal does not create islands or areas in which 21 it would be difficult to provide municipal services.
- 22 (5) That the proposal is consistent with the adopted general plan 23 of the city. 24
  - (6) That the territory is contiguous to existing city limits.
- 25 (7) That the city has complied with all conditions imposed by 26 the commission for inclusion of the territory in the urban service 27 area of the city.
- 28 (d) All annexations or reorganizations which involve territory 29 for which the land use designation in the general plan of the city 30 has changed from the time that the urban service area of the city 31 was last adopted by the commission, and which are processed by 32 a city pursuant to this section shall be subject to an appeal to the 33 commission upon submission of a petition of appeal, signed by at 34 least 50 registered voters in the county.
- 35 (e) An appeal to the commission may also be made by 36 submission of a resolution of appeal adopted by the legislative 37 body of a special district solely for the purpose of determining 38 whether some or all of the territory contained in the annexation 39 or reorganization proposal should also be annexed or detached 40 from that special district.
  - 99

1 (f) Any petition submitted under subdivision (d) or resolution 2 submitted under subdivision (e) shall be submitted to the executive 3 officer within 15 days of the adoption by the city council of the 4 resolution approving the annexation. The executive officer shall 5 schedule the hearing for the next regular meeting of the commission 6 as is practicable. The commission may set a reasonable appeal fee. 7 SEC. 5. Section 56866 of the Government Code is amended 8 to read:

9 56866. Petitions for a merger of a district which overlaps a 10 city, or for the establishment of the district as a subsidiary district 11 of the city, shall be signed as follows:

12 (a) For a resident registered voter district, by either of the 13 following:

(1) Five percent of the registered voters of the district.

14

15 (2) Five percent of the registered voters residing within the 16 territory of the city outside the boundaries of the district.

17 (b) For a landowner-voter district, by either of the following:

(1) Five percent of the number of landowner-voters within the
 district who also own not less than 5 percent of assessed value of
 land within the district.

(2) Five percent of the registered voters residing within theterritory of the city outside the boundaries of the district.

23 SEC. 6. Section 56870 of the Government Code is amended 24 to read:

56870. Except as otherwise provided in Section 56871, petitions
for the dissolution of a district shall be signed as follows:

27 (a) For-resident registered voter districts, by either of the 28 following:

(1) Not less than 10 percent of the registered voters within thedistrict.

31 (2) Not less than 10 percent of the number of landowners within
32 the district who also own not less than 10 percent of the assessed
33 value of land within the district.

34 (b) For landowner-voter districts, by not less than 10 percent
35 of the number of landowner-voters within the district who also
36 own not less than 10 percent of the assessed value of land within
37 the district.

38 SEC. 7. Section 57026 of the Government Code is amended 39 to read:

57026. The notice required to be given by Section 57025 shall
 contain all of the following information:

3 (a) A statement of the distinctive short form designation assigned4 by the commission to the proposal.

5 (b) A statement of the manner in which, and by whom, 6 proceedings were initiated. However, a reference to the proponents, 7 if any, shall be sufficient where proceedings were initiated by a 8 petition.

9 (c) A description of the exterior boundaries of the subject 10 territory.

(d) A description of the particular change or changes of
organization proposed for each of the subject districts or cities and
new districts or new cities proposed to be formed, and any terms
and conditions to be applicable. The description may include a
reference to the commission's resolution making determinations
for a full and complete description of the change of organization
or reorganization, and the terms and conditions.

18 (e) A statement of the reason or reasons for the change of 19 organization or reorganization as set forth in the proposal submitted 20 to the commission.

21 (f) (1) Except as otherwise provided in paragraph (2), a A
22 statement of the time, date, and place of the protest hearing on the
23 proposed change of organization or reorganization.

(2) Notwithstanding paragraph (1), if inhabited territory is
proposed to be annexed to a city with more than 100,000 residents
which is located in a county with a population of over 4,000,000
the date shall be at least 90 days, but not more than 105 days, after
the date of adoption of the resolution initiating the proceedings:
The resolution shall specify a date 90 days prior to the hearing
when registered voters may begin to file protests.

(g) If the subject territory is inhabited and the change of organization or reorganization provides for the submission of written protests, a statement that any owner of land within the territory, or any registered voter residing within the territory, may file a written protest against the proposal with the executive officer of the commission at any time prior to the conclusion of the hearing

37 by the commission on the proposal.

(h) If the subject territory is uninhabited and the change of
 organization or reorganization provides for submission of written
 protests, a statement that any owner of land within the territory

may file a written protest against the proposal with the executive 1

2 officer of the commission at any time prior to the conclusion of

3 the hearing by the commission on the proposal.

4 SEC. 8. Section 57118 of the Government Code is amended 5 to read:

6 57118. In any resolution ordering a change of organization or 7 reorganization subject to the confirmation of the voters, the 8 commission shall determine that an election will be held:

9 (a) Within the territory of each city or district ordered to be 10 incorporated, formed, disincorporated, dissolved or consolidated.

11 (b) Within the entire territory of each district ordered to be 12 merged with or established as a subsidiary district of a city, or both 13 within the district and within the entire territory of the city outside 14 the boundaries of the district.

15 (c) If the executive officer certifies a petition pursuant to Section 16 57108 or 57109, within the territory of the district ordered to be 17 merged with or established as a subsidiary district of a city.

18

(d) Within the territory ordered to be annexed or detached.

19 (e) If ordered by the commission pursuant to Section 56876 or 20

56759, both within the territory ordered to be annexed or detached 21 and within all or the part of the city or district which is outside of

22 the territory.

23 (f) If the election is required by Section 57114 subdivision (b)

24 of Section 57077.4, separately within the territory of each affected

25 district that has filed a petition meeting the requirements of

26 subdivision (b) of Section 57114 57077.4.

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City Member **Don Tatzin** 

April 17, 2013

Honorable Katcho Achadjian, Chair Assembly Local Government Committee State Capitol, Room >>> Sacramento, CA 95814

# **RE:** SUPPORT AB 1427 - Assembly Committee on Local Government Omnibus Bill

Dear Assembly Member:

The Contra Costa Local Agency Formation Commission (LAFCo) is pleased to support the Assembly Committee on Local Government bill AB 1427 which makes non-substantive changes to the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (CKH Act). The bill is also supported and sponsored by the California Association of Local Agency Formation Commissions (CALAFCO).

This annual bill includes technical changes to the CKH Act which governs the work of local agency formation commissions. These changes are necessary as commissions implement the CKH Act, and small inconsistencies are found or clarifications are needed to make the law as accurate and unambiguous as possible.

Without making substantive changes, AB 1427 clarifies terminology and makes other technical and conforming changes to correct erroneous and obsolete references.

We are grateful for the input provided to CALAFCO by various stakeholders and the Legislative staff who worked diligently on the bill, which provides clarity and consistency in the CKH Act.

This legislation helps insure the CKH Act remains a vital and practical law that is consistently applied around the state.

We respectfully ask for your Committee's support of AB 1427.

Sincerely,

Federal Glover, Chair Contra Costa LAFCo

c: Members, Assembly Local Government Committee Debbie Michel, Consultant, Assembly Local Government Committee William Weber, Assembly Republican Caucus Pamela Miller, Executive Director, CALAFCO