

We Manage Local Government Boundaries, Evaluate Municipal Services, and Protect Agriculture

## August 6, 2012 Agenda Item No. 6b (Public Hearing)

July 30, 2012

**TO:** Local Agency Formation Commission

**FROM:** Keene Simonds, Executive Officer Brendon Freeman, Analyst

## SUBJECT: Sphere of Influence Update on County Service Area No. 3

The Commission will consider formally receiving a final report on its scheduled sphere of influence update on County Service Area No. 3. The final report recommends the Commission update the existing sphere of influence to include an additional 100 acres of unincorporated land located in the vicinity of Devlin Road's intersection with South Kelly Road. The Commission will also consider adopting a resolution confirming the final report's recommendations and related determinative statements.

The Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 ("CKH") directs Local Agency Formation Commissions (LAFCOs) to establish, amend, and update spheres of influence ("spheres") for all cities and special districts. LAFCOs use spheres to designate the territory it independently believes represents the appropriate future service areas and jurisdictional boundaries of the affected agencies. Importantly, all jurisdictional changes and outside service extensions must be consistent with the affected agencies' spheres with limited exceptions. Sphere updates are prepared in concurrence with municipal service reviews and must be performed for all local agencies every five years.

## A. Discussion

Staff has prepared a final report representing LAFCO of Napa County's ("Commission") scheduled sphere update on County Service Area (CSA) No. 3; the governmental entity responsible for providing miscellaneous street and fire protection services for the Napa County Airport and surrounding area. The basic objective of the report is to independently identify and evaluate areas warranting consideration for inclusion or removal from CSA No. 3's sphere relative to the policies and goals codified in CKH and adopted by the Commission. The report supersedes the last comprehensive sphere update for CSA No. 3 adopted by the Commission in October 2007. The report also draws on information collected and analyzed in the Commission's recently completed municipal service review on the southeast county region, which included evaluating the availability, adequacy, and capacity of services provided by CSA No. 3.

Lewis Chilton, Chair Councilmember, Town of Yountville

Joan Bennett, Commissioner Councilmember, City of American Canyon

Juliana Inman, Alternate Commissioner Councilmember, City of Napa Brad Wagenknecht, Vice Chair County of Napa Supervisor, 1st District

Bill Dodd, Commissioner County of Napa Supervisor, 4th District

Mark Luce, Alternate Commissioner County of Napa Supervisor, 2nd District Brian J. Kelly, Commissioner Representative of the General Public

Gregory Rodeno, Alternate Commissioner Representative of the General Public

> Keene Simonds Executive Officer

## **B.** Summary/Analysis

## **Report Policy Focus**

A central premise underlying the final report and its analysis – including identifying potential changes – is considering the current and probable relationship between CSA No. 3 and the implementation of the County of Napa's Airport Industrial Area Specific Plan (AIASP). Specifically, and to a significant degree, the report is premised on the policy tenet that unincorporated lands lying within the AIASP should be served by CSA No. 3 unless unique circumstances suggest otherwise. Markedly, this premise is consistent with past Commission actions concerning CSA No. 3 and the designation of its sphere.

In step with the referenced central premise, the report evaluates the merits of adding the remaining 360 acres of unincorporated lands that lie within the County's AIASP to CSA No. 3's current sphere. Further, due to geopolitical considerations, these subject lands have been divided into four distinct subareas labeled "A-1" through "A-4" and are depicted in the map provided as Attachment One.

## **Report Recommendations**

The final report recommends the Commission update CSA No. 3's existing sphere to include the subarea identified as A-1 at this time. A-1 comprises approximately 100 acres and includes all or parts of seven parcels located immediately south-central of the current sphere. All lands in A-1 are already developed for urban purposes, immediately adjacent and accessible, and can be reasonably served based on current capacities and controls. Adding A-1 would also be responsive to the perceived preferences of the landowners to establish services with CSA No. 3 as well as complement the pending completion of the Devlin Road extension; a project that will improve traffic circulation in the subarea and, accordingly, warrant elevated street and fire protection services. Adding A-1 would – importantly – also improve continuity between municipal service providers in the south county region by facilitating a definitive demarcation of the jurisdictional authorities of CSA No. 3 and American Canyon.

With respect to the remaining 260 acres of unincorporated lands lying within the AIASP, the report recommends it would be appropriate to continue to exclude these lands from CSA No. 3's sphere at this time. This recommendation to exclude these remaining lands is principally drawn from the lack of strong and distinguishable social and economic ties to CSA No. 3. In particular, the report concludes the majority of these remaining lands' – identified as A-2 and A-3 – social and economic ties with CSA No. 3 have become stagnant over the last several decades and have seemingly been matched or surpassed by American Canyon. The report, accordingly, recommends American Canyon and the County collaborate in developing a strategy to address the long-term and comprehensive municipal needs of the two subareas to help inform subsequent sphere updates by the Commission in the south county region.

## Public Review on Report

The final report on the CSA No. 3 sphere update was made available for public review on July 16, 2012 through the agency website. Also on this date staff published a public hearing notice on the sphere update and mailed announcements to landowners in all four subareas as well as other interested parties.<sup>1</sup> The announcements provided a brief description of the report and its recommendations and invited landowners and other interested parties to provide written comments on the sphere update through July 26<sup>th</sup>. One written comment was received and is addressed below.

• Larry Atkins / Landowner / 057-040-007

Mr Atkins is the principal landowner for a 25.4 acre lot located in A-2 and objects to the report's recommendation to continue to exclude his land from CSA No. 3's sphere. Mr. Atkins, in contrast, is requesting the Commission add the lot to the sphere to assist his long-standing interest in developing and/or selling the land at fair market value; actions Mr. Atkins asserts have been undermined by the County "through all sorts of devious means."

Mr. Atkins' comments, while helpful in providing context to his interests as a landowner to develop and/or sell his lot, does not substantively change staff's recommendation to continue to exclude the land from CSA No. 3's sphere. Specifically, staff believes this conclusion is merited given the majority of the subarea – including Mr. Atkins' lot – remains undeveloped, outside the reasonable range of most utilities, and not immediately accessible to CSA No. 3.<sup>2</sup> There is also, importantly, a lack of distinguishable social and economic ties existing between the subarea and CSA No. 3. Nonetheless, given the probable need for municipal services in the future, staff continues to recommend in the report the County and American Canyon cooperate in evaluating the long-term comprehensive needs of the lands in A-2 for purposes of informing subsequent sphere updates in the region by the Commission. A copy of Mr. Atkins' letter to the Commission is attached along with a vicinity map of his lot prepared by staff.

## C. Recommendation

Staff recommends the Commission formally accept the final report with any desired changes or edits as identified by members. Staff also recommends the Commission adopt the attached draft resolution confirming the determinative statements in the report. Markedly, in adopting the draft resolution as presented, the Commission would update CSA No. 3's existing sphere to also include the subject lands comprising A-1; an action that would make the subject lands eligible for annexation into the District.

<sup>&</sup>lt;sup>1</sup> The mailing to individual landowners within the four subareas was voluntary; State law only requires the Commission publish/post a notice for the scheduled hearing on the sphere update 21 days prior to the action.

Mr. Atkins notes in his comment letter the County has agreed to a right-of-way easement to provide road access between his lot and Airport Drive. No construction, however, has been performed in establishing actual road access to date.

Sphere of Influence Update on County Service Area No. 3 August 6, 2012 Page 4 of 4

## **D.** Alternatives for Action

The following alternative actions are available to the Commission.

#### **Alternative Action One (Recommended)**

Approve a motion to formally accept the final report with any desired changes and adopt the attached draft resolution confirming the determinative statements contained therein in updating CSA No. 3's sphere.

Alternative Action Two Approve by simple majority a continuance to future meeting and provide direction to staff with respect to additional information requests as needed.

#### **E.** Procedures for Consideration

This item has been agendized as part of a noticed public hearing. The following procedures are recommended with respect to Commission's consideration of this item:

- 1) Receive verbal report from staff;
- 2) Open the public hearing (mandatory); and
- 3) Discuss item and consider action on recommendation.

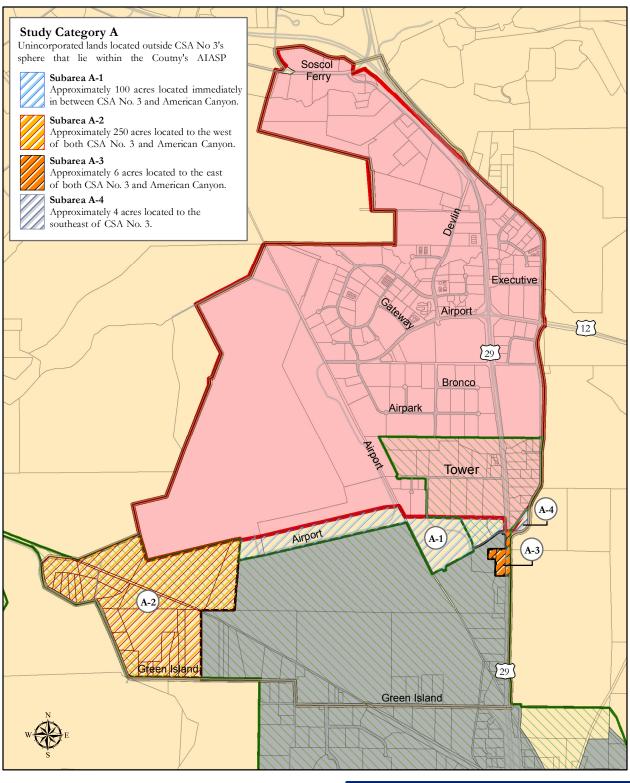
Respectfully submitted,

Keene Simonds Executive Officer Brendon Freeman Analyst

Attachments:

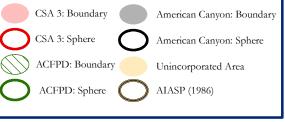
- 1) Map Depicting the Four Subareas Evaluated in Final Report
- 2) Draft Resolution Approving Determinative Statements in Final Report
- 3) Final Report
- Comment Letter from Larry G. Atkins / Map of Atkins Lot in A-2

## COUNTY SERVICE AREA NO. 3 Study Categories



Local Agency Formation Commission of Napa County Political Subdivision of the State of California We Manage Local Goverment Boundaries, Evaluate Municpal Services, and Proted Agriculture

#### BOUNDARIES



## **RESOLUTION NO.**

## RESOLUTION OF THE LOCAL AGENCY FORMATION COMMISSION OF NAPA COUNTY MAKING DETERMINATIONS

## COUNTY SERVICE AREA NO. 3 SPHERE OF INFLUENCE UPDATE 2012

**WHEREAS**, the Local Agency Formation Commission of Napa County, hereinafter referred to as the "Commission", adopted a schedule to conduct studies of the provision of municipal services in conjunction with reviewing the spheres of influence of the local governmental agencies whose jurisdictions are within Napa County;

**WHEREAS**, the Executive Officer of the Commission, hereinafter referred to as the "Executive Officer", prepared a comprehensive review of the sphere of influence of County Service Area No. 3 pursuant to said schedule and California Government Code Section 56425;

**WHEREAS**, the Executive Officer prepared a written report of the review, including his recommendation to add certain lands to the sphere of influence identified as "A-1";

**WHEREAS**, said Executive Officer's report has been presented to the Commission in the manner provided by law;

**WHEREAS**, the Commission heard and fully considered all the evidence presented at a public meeting held on August 6, 2012; and

**WHEREAS**, the Commission considered all the factors required under California Government Code Section 56425.

NOW, THEREFORE, THE COMMISSION DOES HEREBY RESOLVE, DETERMINE, AND ORDER as follows:

- 1. The Commission has evaluated County Service Area No. 3's sphere of influence in conjunction with information collected and analyzed as part of the Southeast County Municipal Service Review, which was formally accepted by the Commission on June 1, 2009.
- 2. County Service Area No. 3's existing sphere of influence is updated to include all lands comprising A-1 as depicted in the attached Exhibit "One."

- 3. The Commission, as lead agency, finds the approved update to County Service Area No. 3's sphere of influence is exempt from further review under the California Environmental Quality Act pursuant to California Code of Regulations Section 15061(b)(3). This finding is based on the Commission determining with certainty the update will have no possibility of significantly effecting the environment given no new land use or municipal service authority is granted.
- 4. The updated sphere is approved with the Commission's explicit expectation any future annexations to County Service Area No. 3 involving lands in A-1 will not adversely affect the existing jurisdictional boundary and authority of the American Canyon Fire Protection District.
- 5. The approved update to County Service Area No. 3's sphere of influence shall be immediate upon the completion of the following condition:
  - a) County Service Area No. 3 shall comply with Government Code Section 56425(i) and provide a written statement to the Commission confirming the District's active services are currently limited to street lighting, street cleaning, street landscaping, and fire protection.
- 6. This sphere of influence update is assigned the following distinctive short-term designation:

## COUNTY SERVICE AREA NO. 3 SPHERE OF INFLUENCE UPDATE 2012

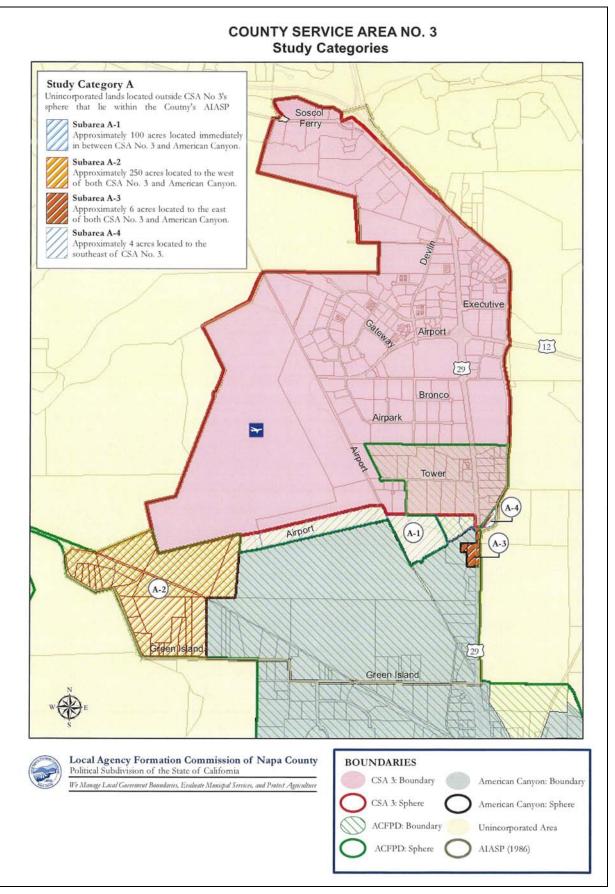
- 7. Pursuant to Government Code Section 56425, the Commission makes the statements of determinations in the attached Exhibit "Two."
- 8. The Executive Officer shall revise the official records of the Commission to reflect this update of the sphere of influence.

The foregoing resolution was duly and regularly adopted by the Commission at a meeting held on August 6, 2012 by the following vote:

AYES:	Commissioners	
NOES:	Commissioners	
ABSENT:	Commissioners	
ABSTAIN:	Commissioners	

ATTEST: Keene Simonds Executive Officer Recorded by: \_\_\_\_\_ Kathy Mabry Commission Secretary

## EXHIBIT ONE



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## **EXHIBIT TWO**

#### STATEMENT OF DETERMINATIONS

## COUNTY SERVICE AREA NO. 3 SPHERE OF INFLUENCE UPDATE 2012

#### 1. The Present and Planned Land Uses in the Area

The recommended sphere of influence for County Service Area No. 3 comprises unincorporated lands designated for urban uses by the County of Napa. The majority of existing development within the recommended sphere of influence is tied to corporate offices, distribution warehouses, and public facilities highlighted by the Napa County Airport. None of the lands within the recommended sphere of influence qualify as prime agriculture under LAFCO law.

### 2. The Present and Probable Need for Public Services in the Area

There is a present and probable future need for the miscellaneous street and fire protection services provided by County Service Area No. 3 throughout the recommended sphere of influence. These public services are needed to help support the planned and orderly development of the affected territory consistent with the County of Napa's Airport Industrial Area Specific Plan.

### 3. The Present Capacity and Adequacy of Public Services Provided by the Agency

The Commission's municipal service review on the southeast county region indicates County Service Area No. 3 has generally established adequate administrative, service, and financial capacities to provide an effective level of miscellaneous street and fire protection services within the recommended sphere of influence in a manner consistent with constituent needs.

## 4. The Existence of Relevant Social or Economic Communities of Interest

The affected territory within the recommended sphere of influence has established strong social and economic interdependencies with County Service Area No. 3 distinct from neighboring areas and agencies. These social and economic ties are affirmed and strengthened by this update.

# 5. If the Agency Provides Water, Sewer, or Fire Protection, the Present and Probable Need for the Services for Any Disadvantaged Unincorporated Community within the Area

The affected territory comprising the recommended sphere of influence for County Service Area No. 3 does not appear to include any disadvantaged unincorporated communities under LAFCO law based on available information.



LOCAL AGENCY FORMATION COMMISSION OF NAPA COUNTY Political Subdivision of the State of California

We Manage Government Boundaries, Evaluate Municipal Services, and Protect Agriculture

## SPHERE OF INFLUENCE REVIEW AND UPDATE COUNTY SERVICE AREA NO. 3

Final Report Pending Commission Action August 2012



LAFCO of Napa County Overseeing the logical formation and development of cities and special districts.

## Commissioners

Lewis Chilton, Chair, City Member Brad Wagenknecht, Vice Chair, County Member Joan Bennett, Commissioner, City Member Bill Dodd, Commissioner, County Member Brian J. Kelly, Commissioner, Public Member Juliana Inman, Alternate Commissioner, City Member Mark Luce, Alternate Commissioner, County Member Gregory Rodeno, Alternate Commissioner, Public Member **Staff / Administrative Office** Keene Simonds, Executive Officer Jacqueline M. Gong, Counsel Brendon Freeman, Staff Analyst Kathy Mabry, Commission Secretary

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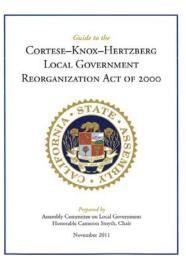
Α	Southeast County Municipal Service Review: Executive Summary
В	CSA No. 3 Benefit Zones

#### I. INTRODUCTION

#### **1.0 Local Agency Formation Commissions**

#### 1.1 Authority and Objectives

Local Agency Formation Commissions (LAFCOs) were established in 1963 as political subdivisions of the State of California and are responsible for administering a section of Government Code now known as the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 ("CKH").<sup>1</sup> LAFCOs are located in all 58 counties in California and are delegated regulatory and planning powers to coordinate and encourage the logical formation and development of local governmental agencies and their Towards this end, LAFCOs are municipal services. commonly referred to as the Legislature's "watchdog" for local governance issues. Underlying LAFCOs regulatory and planning powers is fulfilling specific objectives outlined by the California Legislature under Government Code (G.C.) Section 56301, which states:



"Among the purposes of the commission are discouraging urban sprawl, preserving open-space and prime agricultural lands, efficiently providing governmental services, and encouraging the orderly formation and development of local agencies based upon local conditions and circumstances. One of the objects of the commission is to make studies and to obtain and furnish information which will contribute to the logical and reasonable development of local agencies in each county and to shape the development of local agencies so as to advantageously provide for the present and future needs of each county and its communities."

#### 1.2 Regulatory Responsibilities

LAFCOs' principal regulatory responsibility includes approving or disapproving all jurisdictional changes involving the establishment, expansion, and reorganization of cities and special districts within their jurisdictions.<sup>2</sup> LAFCOs are also provided broad discretion to condition jurisdictional changes as long as they do not directly regulate land use, property development, or subdivision requirements. LAFCOs generally exercise their regulatory authority in response to applications submitted by local agencies, landowners, or registered voters. Recent amendments to CKH, however, now empower and encourage LAFCOs to initiate on their own jurisdictional changes to form, merge, and dissolve special districts consistent with current and future community needs.<sup>3</sup> The following table provides a complete list of LAFCOs' regulatory authority as of January 1, 2012.

<sup>&</sup>lt;sup>1</sup> Reference California Government Code Section 56000 et seq.

<sup>&</sup>lt;sup>2</sup> CKH defines "city" to mean any incorporated chartered or general law city. This includes any city the name of which includes the word "town". CKH defines "special district" to mean any agency of the State formed pursuant to general law or special act for the local performance of governmental or proprietary functions within limited boundaries. All special districts in California are subject to LAFCO with the following exceptions: school districts; community college districts; assessment districts; improvement districts; community facilities districts; and air pollution control districts.

<sup>&</sup>lt;sup>3</sup> All jurisdictional changes approved by LAFCO are subject to conducting authority proceedings, which may include elections, unless specifically waived under CKH.

LAFCOs' Regulatory Authority	
City Incorporations and Disincorporations	City and District Annexations
<ul> <li>District Formations and Dissolutions</li> </ul>	<ul> <li>City and District Detachments</li> </ul>
<ul> <li>City and District Consolidations</li> </ul>	<ul> <li>Merge/Establish Subsidiary Districts</li> </ul>

- City and District Outside Service Extensions
- District Service Activations or Divestitures

#### 1.3 Planning Responsibilities

LAFCOs inform their regulatory actions through two central and interrelated planning responsibilities: (a) making sphere of influence ('sphere'') determinations and (b) preparing municipal service reviews. Sphere determinations have been a central planning function of LAFCOs since 1971 and serve to effectively serve as the Legislature's version of "urban growth boundaries" with regard to delineating urban/non-urban interfaces. Municipal service reviews, in contrast, are a relatively new planning responsibility enacted in 2001 as part of CKH and are intended to inform – among other activities – sphere determinations. This includes the Legislature's mandate that all sphere changes be accompanied by preceding municipal service reviews to help ensure LAFCOs are effectively aligning governmental services with current and anticipated community needs. An expanded summary of the function and role of these two planning responsibilities follows.

#### Sphere Determinations

LAFCOs establish, amend, and update spheres for all cities and special districts to designate the territory it independently believes represents the appropriate and probable future service area and jurisdictional boundary of the affected agency. Importantly, all jurisdictional changes, such as annexations and detachments, must be consistent with the spheres of the affected local agencies with limited exceptions. Further, an increasingly important role involving sphere determinations relates to their use by regional councils of governments as planning areas in allocating housing need assignments for counties and cities, which must be addressed by the agencies in their housing elements. LAFCO must review and update each local agency's sphere every five years as necessary.

In making a sphere determination, LAFCO is required to prepare written statements addressing five specific planning factors listed under G.C. Section 56425. These mandatory factors range from evaluating current and future land uses to the existence of pertinent communities of interest. The intent in preparing the written statements is to focus LAFCO in addressing the core principles underlying the sensible development of each local agency consistent with the anticipated needs of the affected community. The five planning factors are summarized in the following table.

- 1. Present and planned land uses in the area, including agricultural and open-space.
- 2. Present and probable need for public facilities and services in the area.
- 3. Present capacity of public facilities and adequacy of public services the agency provides or is authorized to provide.
- 4. Existence of any social or economic communities of interest in the area if the commission determines they are relevant to the agency.
- 5. If the city or district provides water, sewer, or fire, the present and probable need for those services of any disadvantaged unincorporated communities within the existing sphere.

#### Municipal Service Reviews

Municipal service reviews are comprehensive studies of the availability and sufficiency of governmental services provided within a defined geographic area. LAFCOs generally prepare municipal service reviews to inform subsequent sphere determinations. LAFCOs also prepare municipal service reviews irrespective of making any specific sphere determinations in order to obtain and furnish information to contribute to the overall orderly development of local communities. Municipal service reviews vary in scope and can focus on a particular agency or governmental service. LAFCOs may use the information generated from municipal service reviews to initiate other actions under their authority, such as forming, consolidating, or dissolving one or more local agencies.

Municipal service reviews culminate with LAFCOs preparing written statements addressing seven specific service factors listed under G.C. Section 56430. This includes, most notably, infrastructure needs or deficiencies, growth and population trends, and financial standing. The seven service factors are summarized in the following table.

## Municipal Service Reviews: Mandatory Written Statements

- 1. Growth and population projections for the affected area.
- 2. Location and characteristics of any disadvantaged unincorporated communities within or contiguous to affected spheres of influence.<sup>4</sup>
- 3. Present and planned capacity of public facilities, adequacy of public services, and infrastructure needs or deficiencies.
- 4. Financial ability of agencies to provide services.
- 5. Status and opportunities for shared facilities.
- 6. Accountability for community service needs, including structure and operational efficiencies.
- 7. Any matter related to effective or efficient service delivery as required by LAFCO policy.

#### 1.4 Composition

LAFCOs are generally governed by an eightmember board comprising three county supervisors, three city councilmembers, and two representatives of the general public.<sup>5</sup> Members are divided between "regulars" and "alternates" and must exercise their independent judgment on behalf of the interests of residents, landowners, and the public as a whole. LAFCO members are subject to standard disclosure requirements for California public officials and must file annual statements of

LAFCOs are generally governed by an eight-member board comprising three county supervisors, three city councilmembers, and two representatives of the general public. LAFCOs have sole authority in administering its legislative responsibilities and its decisions are not subject to an outside appeal process.

economic interests. LAFCOs have sole authority in administering its legislative responsibilities and its decisions are not subject to an outside appeal process.

<sup>&</sup>lt;sup>4</sup> This determination was added to the municipal service review process by Senate Bill 244 effective January 1, 2012. The definition of "disadvantaged unincorporated community" is defined under G.C. Section 56330.5 to mean inhabited territory that constitutes all or a portion of an area with an annual median household income that is less than 80 percent of the statewide annual median household income.

<sup>&</sup>lt;sup>5</sup> Several LAFCOs also have two members from independent special districts within their county.

All LAFCOs are independent of local government with the majority employing their own staff; an increasingly smaller portion of LAFCOs choose to contract with their local county government for staff support services. All LAFCOs, nevertheless, must appoint their own Executive Officers to manage agency activities and provide written recommendations on all regulatory and planning actions before the members.

#### 1.5 Funding

CKH prescribes that local agencies fund LAFCOs' annual operating costs. Counties are generally responsible for one-half of LAFCO's annual operating costs with the remainder proportionally allocated among cities based on a calculation of tax revenues and population.<sup>6</sup> LAFCOs are also authorized to collect fees to offset local agency contributions.

## 2.0 LAFCO of Napa County

LAFCO of Napa County ("Commission") was first established in 1963 as a department within the County of Napa. Consistent with pre CKH provisions, the County was entirely responsible for funding the Commission's annual operating costs over the first three decades. Further, the duties of the Executive Officer were first performed by the County Administrator and later the County Planning Director.

CKH's enactment in 2001 changed the Commission's funding to assign one-half of its operating costs to the County with the other one-half assigned to the Cities of American Canyon, Calistoga, Napa, St. Helena, and the Town of Yountville. CKH's enactment also facilitated a number of organizational changes highlighted by the Commission entering into a staff support services agreement with the County; an agreement allowing the Commission, among other things, to appoint its own Executive Officer. The Commission's current member roster is provided below.

Napa LAFCO's Commission Roster		
Appointing Agency	<b>Regular Members</b>	Alternative Members
County of Napa: Supervisors	Bill Dodd Brad Wagenknecht	Mark Luce
City Selection Committee: Mayors	Joan Bennett Lewis Chilton	Juliana Inman
Commissioners: City and County	Brian J. Kelly	Gregory Rodeno

Staffing for the Commission currently consists of 2.5 full-time equivalent employees. This includes a full-time Executive Officer and Analyst along with a part-time Secretary.<sup>7</sup> Legal services are provided by the County Counsel's Office. All other staffing related services, such as accounting, human resources, information technology, are provided by the County as needed. The Commission's adopted budget for 2012-2013 totals \$0.432 million with an estimated unreserved/undesignated fund balance of \$0.116 million as of July 1, 2012.

<sup>&</sup>lt;sup>6</sup> The funding formula for LAFCOs with special district representation provides that all three appointing authorities (county, cities, and special districts) are responsible for one-third of LAFCOs' annual operating costs.

<sup>&</sup>lt;sup>7</sup> The Commission contracts with the County for staff support services. The Executive Officer and all support personnel are County employees. The Commission, however, appoints and removes the Executive Officer on its own discretion.

#### **II. EXECUTIVE SUMMARY**

#### 1.0 Overview

This report represents the Commission's scheduled sphere update for County Service Area (CSA) No. 3. The basic objective of the report is to identify and evaluate areas warranting consideration for inclusion or removal from CSA No. 3's sphere relative to the policies and goals codified in CKH and adopted by the Commission. The report supersedes the last comprehensive sphere update for CSA No. 3 adopted by the Commission in October 2007. The report also draws on information collected and analyzed in the Commission's recently completed municipal service review on the southeast county region, which included evaluating the availability, adequacy, and capacity of services provided by CSA No. 3.<sup>8</sup>

#### 2.0 General Conclusions and Recommendations

#### 2.1 Role of CSA No. 3

CSA No. 3 continues to serve an integral and distinct role in supporting planned urban uses within the Napa County Airport and surrounding area by providing miscellaneous street and fire protection services. CSA No. 3 – as a subsidiary agent – also serves to memorialize the County of Napa's interest in maintaining and guiding land uses within the affected territory consistent with the Airport Industrial Area Specific Plan. Additionally, and to the issue of effectiveness, the municipal service review on the southeast county region confirms CSA No. 3 has generally developed adequate controls and capacities to provide appropriate service levels in its jurisdiction consistent with constituent needs and preferences.

A central premise underlying the report and its analysis – including identifying potential changes – is considering the current and probable relationship between CSA No. 3 and the implementation of the aforementioned Airport Industrial Area Specific Plan. Specifically, and to a significant degree, the report is premised on the policy tenet that unincorporated lands lying within the specific plan should be served by CSA No. 3 unless special or unique circumstances suggest otherwise. Markedly, this premise is consistent with past Commission actions concerning CSA No. 3 and the designation of its sphere.

Irrespective of the preceding statements, and based on communication with the County in preparing this scheduled update, Commission staff recognizes there may be merit in the *future* to reconsider the role of CSA No. 3 (emphasis added). There may be benefit, in particular, in exploring whether expanding the scope of CSA No. 3 in terms of services and/or service area is appropriate in supporting other planned development in the south county region lying outside the Airport Industrial Area Specific Plan.

<sup>&</sup>lt;sup>8</sup> Other governmental agencies evaluated in the municipal service review were the City of American Canyon and American Canyon Fire Protection District, whose spheres have already been updated as part of separate reports. The municipal service review's executive summary is attached and includes the written determinations adopted by the Commission in June 2009.

#### 2.2 Recommendations

In step with the referenced central premise, the report evaluates the merits of adding the remaining 360 acres of unincorporated lands that lie within the County's Airport Industrial Area Specific Plan to CSA No. 3's current sphere; lands that have been divided into four subareas based on geopolitical considerations. The report ultimately recommends adding one of the subareas - identified as A-1 - to CSA No. 3's sphere at this time. This recommended inclusion involves approximately 100 acres and comprises all or parts of seven parcels located immediately south-central of the current sphere. All of the subject lands in A-1 are already developed for urban purposes, immediately adjacent and accessible, and can be reasonably served based on current capacities and controls. Adding the subject lands to the sphere would also be responsive to the perceived preferences of the landowners to establish services with CSA No. 3 as well as complement the pending completion of the Devlin Road extension; a project that will improve traffic circulation in the subarea and, accordingly, warrant elevated street and fire protection services. Inclusion would importantly – also improve continuity between municipal providers in the south county region by facilitating a definitive demarcation of the jurisdictional authorities of CSA No. 3 and American Canyon.

With respect to the remaining 260 acres of unincorporated lands lying within the Airport Industrial Area Specific Plan, the report recommends it would be appropriate to continue to exclude these lands from CSA No. 3's sphere at this time. This recommendation to exclude these remaining lands is principally drawn from the lack of strong and distinguishable social and economic ties to CSA No. 3. In particular, the report concludes the majority of these remaining lands' – identified as A-2 and A-3 – social and economic ties with CSA No. 3 have become stagnant over the last several decades and have seemingly been matched or surpassed by American Canyon. The report, accordingly, recommends American Canyon and the County collaborate in developing a strategy to address the long-term municipal needs of the two subareas to help inform subsequent sphere updates by the Commission in the south county region.

#### 3.0 Determinative Statements in Support of Recommendation

As detailed in the preceding section, the Commission must prepare written statements addressing five specific factors anytime it makes a sphere determination under G.C. Section 56425. These factors focus on orienting the Commission to consider the core components underlying the purpose of the sphere in encouraging the affected agency's sensible and sustainable development paired with meeting community needs. Written statements in support of the report's recommendation to update CSA No. 3's existing sphere designation to also include the approximate 100 acres incorporated as A-1, referred to as the "recommended sphere," follow.

#### 3.1 The Present and Planned Land Uses in the Area

The recommended sphere for CSA No. 3 comprises unincorporated lands designated for urban uses by the County of Napa. The majority of existing development within the recommended sphere is tied to corporate offices, distribution warehouses, and public facilities highlighted by the Napa County Airport. None of the lands within the recommended sphere qualify as prime agriculture under LAFCO law.

#### 3.2 The Present and Probable Need for Public Services in the Area

There is a present and probable future need for the miscellaneous street and fire protection services provided by CSA No. 3 throughout the recommended sphere. These public services are needed to help support the planned and orderly development of the affected territory consistent with the County of Napa's Airport Industrial Area Specific Plan.

#### 3.3 The Present Capacity and Adequacy of Public Services Provided by the Agency

The Commission's municipal service review on the southeast county region indicates CSA No. 3 has generally established adequate administrative, service, and financial capacities to provide an effective level of miscellaneous street and fire protection services within the recommended sphere in a manner consistent with constituent needs.

### 3.4 The Existence of Relevant Social or Economic Communities of Interest

The affected territory within the recommended sphere has established strong social and economic interdependencies with CSA No. 3 distinct from neighboring areas and agencies. These social and economic ties are affirmed and strengthened by this update.

## 3.5 If the Agency Provides Water, Sewer, or Fire Protection, the Present and Probable Need for the Services for Any Disadvantaged Unincorporated Community within the Area

The affected territory comprising the recommended sphere does not include any disadvantaged unincorporated communities under LAFCO law.

## 4.0 Commission Action on Final Report

On August 6, 2012, the Commission held a noticed public hearing on this report and its recommendations to update CSA No. 3's sphere. The Commission formally accepted the final report and its recommendations at the public hearing. The Commission also adopted a corresponding resolution approving the determinative statements tied to updating the sphere pursuant to G.C. Section 56425.

Attest,

Lewis Chilton Chair

Keene Simonds Executive Officer

#### **III. AGENCY PROFILE**

#### 1.0 Background

CSA No. 3 was officially formed in 1979 as a dependent special district governed by the County of Napa Board of Supervisors. CSA No. 3's formation was approved by the Commission at the request of the two principal landowners (Herb Gunn and Henry Evans) and with the support of the County to help facilitate the development of commercial and industrial uses within the Napa County Airport area. Formation

County Servio	ce Area No. 3
Date Formed:	1979
Enabling Legislation:	Government Code 25210.1-25217.4
Services Provided:	Street Lighting Street Sweeping Street Landscaping Fire Protection

also – importantly – served to memorialize the County's interest in maintaining land use control in the affected area given the proceedings paralleled a separate proposal to incorporate the American Canyon community to the south.

An underlying planning assumption in CSA No. 3's formation was for the District to gradually evolve and expand its municipal services in step with the development of the area surrounding the Napa County Airport.<sup>9</sup> In particular, although there were no known projects at the time of formation, it was expected the surrounding area – most of which was dedicated to rural residences and livestock grazing – would be developed into corporate business parks aimed at attracting companies relocating from San Francisco and other metropolitan communities. CSA No. 3, to this end, was initially authorized to provide only water and sewer while other services – namely fire and street – would be subsequently activated as development occurred. It was also expected CSA No. 3 would not exercise its powers directly, but would instead contract for services from outside providers. This expectation included entering into contracts with American Canyon County Water District (ACCWD) and Napa Sanitation District (NSD), which were already providing a limited number of properties in the area with water and sewer services, respectively.<sup>10</sup> These types of contracts did not emerge, however, and ACCWD and NSD continued to provide new and extended water and sewer services directly to the area following CSA No. 3's formation.

Development within the Napa County Airport area was slow to materialize and as a result CSA No. 3 remained dormant for 15 years following formation. CSA No. 3 only became active in 1994 when the County restructured the District and authorized it to provide fire protection and miscellaneous street services; the latter including sweeping, lighting, and landscaping. The County also formally deactivated CSA No. 3's authority to provide water and sewer given it was assumed NSD and American Canyon, which incorporated in 1992 and became successor to ACCWD, would continue to provide outside sewer and water services to the affected area.<sup>11</sup> This restructuring preceded CSA No. 3 establishing an assessment district to sponsor separate voter-approved special taxes to fund its fire protection and miscellaneous street services. The assessment district is divided between three overlapping benefit zones representing separate and distinct service areas.

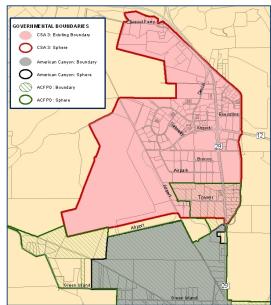
<sup>&</sup>lt;sup>9</sup> The Napa County Airport was originally constructed in 1942 by the United States as part of a coordinated air defense system for the west coast. The County of Napa received ownership over the airport and its facilities in 1945 following the end of World War II.

<sup>&</sup>lt;sup>10</sup> ACCWD was formed in 1961 as an independent special district tasked with providing water and sewer services to the unincorporated community of American Canyon. ACCWD was merged into American Canyon as part of the City's incorporation on January 1, 1992.

<sup>&</sup>lt;sup>11</sup> LAFCO law has been amended to now require Commission approval for a special district to activate or deactivate service powers.

#### 2.0 Current Activities

CSA No. 3 has a current operating budget of \$0.436 million with a projected total fund balance of \$0.226 million. Administrative services are primarily provided by the County Public Works Department and include managing the annual assessment district and contracted street (landscape, lighting, and cleaning) and fire protection services. It is estimated the total County staff time expended on administering CSA No. 3 is the equivalent to one 0.75 fulltime employee. The current jurisdictional boundary is approximately 2.7 square miles in size and lies entirely within the County's Airport Industrial Area Specific Plan (AIASP) although there remains four nonconforming occupied residences remain with an estimated population of 11. As referenced in



the proceeding section, the jurisdictional boundary includes three overlapping benefit zones demarking separate service programs as described below.

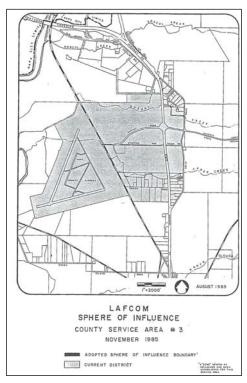
- Zone "One" receives streetside landscaping services through an outside vendor and comprises the west-central jurisdictional boundary. This includes providing biweekly median landscaping located along Airport Boulevard, Devlin Road, and Gateway Road West. Annual costs typically account for one-tenth of all budgeted expenses.
- Zone "Two" receives fire protection services through a contract with the County and comprises nearly the entire jurisdictional boundary with the exception of 160 acres located within the Tower Road area, which lies within the American Canyon Fire Protection District. The County's one-engine Greenwood Ranch Station is located within CSA No. 3 and partially funded by District assessment revenues. Annual costs typically account for four-fifths of all budgeted expenses.
- Zone "Three" receives street lighting and sweeping services through an outside vendor and comprises nearly the entire jurisdictional boundary with the exception of 290 acres located within the Soscol Ferry Road area. Street lighting services include installing and maintaining mid-block lights through an outside vendor with actual electronic service provided by Pacific Gas and Electric. Street sweeping services are provided for all affected roads no less than once a month. Annual costs typically account for one-tenth of all budget expenses.

\* Maps showing all three benefit zones are attached to this report.

#### 3.0 Sphere of Influence

#### 3.1 Establishment

CSA No. 3's sphere was established by the Commission in November 1985. This action was prompted by earlier legislation requiring LAFCOs establish spheres for all cities and special districts within their jurisdictions no later than December 1985. Markedly, at the time of the action, the Commission believed CSA No. 3's prolonged inactivity dating back to its formation warranted the District's immediate dissolution despite objections from the County. The Commission, however, did not have the authority under State law at the time to initiate dissolution proceedings for CSA No. 3 on its own; dissolution proceedings needed to be initiated either by the District, landowners, or registered voters.<sup>12</sup> Accordingly, without a means to initiate dissolution, the Commission established a "zero" sphere in which no territory was included. The Commission also adopted an explicit policy statement asserting the responsibility and function of CSA No. 3 should be reassigned to another agency.



#### 3.2 Amendments and Updates

In 2002, in response to a written request by the County, the Commission amended CSA No. 3's sphere to become coterminous with the District's jurisdictional boundary. The amendment was supported by the Commission finding CSA No. 3 had become an important factor in supporting the development of the Napa County Airport area consistent with the AIASP with respect to providing needed miscellaneous street and fire protection services. The amendment also involved adding an additional 290 acres of adjacent lands to the north within the Soscol Ferry Road area; lands concurrently annexed into CSA No. 3 at the request of the County and in anticipation of extending miscellaneous street and fire protection services to the area subject to voter approval of District assessments.<sup>13</sup>

The Commission affirmed CSA No. 3's existing sphere designation with no changes as part of a scheduled update in 2007. The update included a cursory review of the merits of expanding the sphere to include approximately 360 acres of unincorporated lands to the south designated for urban use by the County. The Commission, however, deferred examining this issue further given its preference for American Canyon and the County to continue to negotiate a cooperative land use and service plan for the south county region.

With respect to current dimensions, CSA No. 3's sphere comprises 1,742 acres or 2.7 square miles and remains entirely coterminous with the jurisdictional boundary. It is estimated 60% percent of the land area in the sphere is developed.

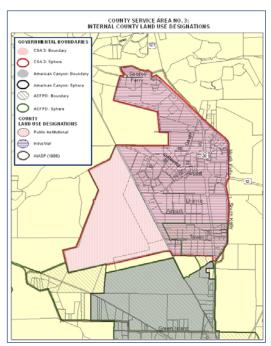
<sup>&</sup>lt;sup>12</sup> State law has been subsequently amended to empower LAFCOs to initiate special district (a) formations, (b) consolidations, (c) mergers, and (d) dissolutions.

<sup>&</sup>lt;sup>13</sup> An assessment election for the annexed 290 acres was subsequently disapproved by voters. CSA No. 3 anticipates organizing another assessment election for the affected territory within the near future.

#### 4.0 Land Use Factors

#### 4.1 Internal to Sphere of Influence

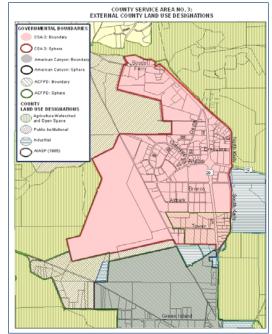
CSA No. 3 operates entirely under the land use authority of the County. The County General Plan was updated in 2008 and designates all lands within CSA No. 3 and its sphere for urban type of uses either as Public Institutional or Industrial. The former designation - Public Institutional approximately one-third covers of the jurisdictional boundary and applies to the Napa County Airport and several adjacent lands and is intended to accommodate government, utility, and other public benefiting uses with no minimum lot requirements. The latter designation - Industrial - covers the remaining two-thirds of the jurisdictional boundary and is intended to support winery and food processing facilities, general manufacturing buildings, and research and development institutions with minimum lot densities of 0.5 acres.<sup>14</sup> All lands



within the jurisdictional boundary are zoned for industrial or aviation purposes and are also subject to the County's AIASP, which was established in 1986 to coordinate the uniform urban development of then approximate 2,950 acre unincorporated area.<sup>15</sup>

#### 4.2 External to Sphere of Influence

All lands immediately adjacent to CSA No. 3's sphere are unincorporated and more-less equally between non-urban and urban divided designations by the County. Non-urban uses apply to unincorporated lands to the north and east and are designated as Agriculture, Watershed and Open Space. This designation supports the preservation of existing agricultural and openspace uses characterizing most of the area by requiring minimum lot densities of 160 acres. Urban uses also apply to a significant portion of unincorporated lands to west and east as well as to all lands to the south and are divided between Public Institutional and Industrial. This includes, most notably, approximately 360 acres of adjacent unincorporated lands to the south that lie within the County's AIASP.



<sup>&</sup>lt;sup>14</sup> Citation of minimum lot density of 0.5 acres assumes the County can make the necessary findings in accordance with its General Plan Policy AG/LU-51 that the affected lands are in reasonable distance to utilities. In the absence of making this finding, lands designated *Industrial* are subject to a minimum lot requirement of 40 acres.

<sup>&</sup>lt;sup>15</sup> The AIASP planning area has been reduced to 2,305 approximate acres as a result of subsequent annexations to American Canyon.

#### **IV. DISCUSSION**

#### 1.0 Objectives

The basic objective of this report is to identify and evaluate areas warranting consideration for inclusion or removal from CSA No. 3's sphere as part of a scheduled update. Underlying this effort is to designate the sphere in a manner the Commission *independently* believes will facilitate the sensible and timely development of CSA No. 3 consistent with the objectives of the Legislature codified in CKH (emphasis added). Specific goals under this legislation include discouraging urban sprawl, preserving open-space and prime agricultural lands, and providing for the efficient extension of governmental services.

The Commission's "Policy Determinations" were comprehensively updated in 2011 and provide general prescription in fulfilling its legislative objectives paired with responding appropriately to local conditions and circumstances. The Policy Determinations highlight the Commission's commitment to avoid the premature conversion of important agricultural or open-space lands for urban uses through a series of restrictive allowances. This includes a broad determination to exclude all lands designated as agricultural or open-space from city and district spheres for purposes of accommodating urban development with limited exceptions. An additional determination states the Commission's support for Measure "P" by assigning deference to the County General Plan as it relates to determining agricultural and open-space land use designations.<sup>16</sup>

#### 2.0 Timeframe

State law requires LAFCOs review and update each local agency's sphere by January 1, 2008 and every five years thereafter as needed. Accordingly, it has been the practice of the Commission to update each local agency's sphere in a manner emphasizing a probable five-year annexation area; actual annexation approval, however, is dependent on the Commission determining whether the specific timing of a proposed boundary change is appropriate.<sup>17</sup> This update's analysis is consistent with this practiced timeframe.

#### **V. STUDY CATEGORIES**

#### 1.0 Criteria

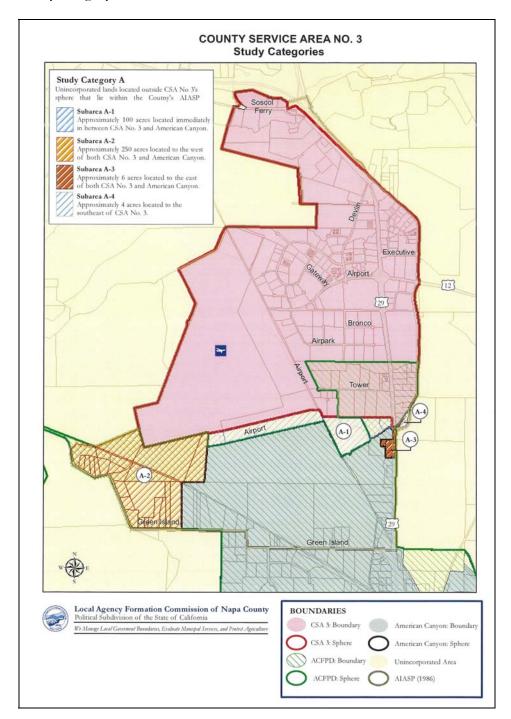
This report and its analysis on potential sphere modifications for CSA No. 3 is predicated on the policy interest of the Commission to consider the District's prescribed role in supporting planned and appropriate urban uses in the Napa County Airport area. This includes, and as a subsequent by-product of CSA No. 3's prescribed role, considering the direct relationship between the District and the implementation of the County's AIASP. These policy interests are paired by also considering CSA No. 3's service capacity based on information analyzed as part of the Commission's recent municipal service review on the southeast county region.

<sup>&</sup>lt;sup>16</sup> Measure P – formerly Measure J – was initially enacted by Napa County voters in 1990 and prohibits the County from amending agricultural or open-space land use designations for urban uses without electorate approval through 2050. Measure P only applies to unincorporated lands.

<sup>&</sup>lt;sup>17</sup> LAFCOs are directed to consider 15 specific factors under G.C. Section 56668 anytime it reviews a proposed boundary change for purposes of informing the appropriateness of the action. Additionally, it is Commission policy to discourage annexations to cities and districts involving undeveloped or underdeveloped lands without a known project or development plan.

### 2.0 Selection

Based on the criteria outlined in the preceding paragraph, one study category – "A" – has been selected for evaluation in this report for possible inclusion into CSA No. 3's existing sphere. This study category has been selected for review given it represents lands totaling 360 acres that are all (a) outside the current sphere, (b) unincorporated, and (c) lie within the County's AIASP. Further, due to geopolitical considerations, this study category has been divided in four distinct subareas labeled "A-1," "A-2," "A-3," and "A-4." A map depicting the lone study category and its four subareas follow.



## VI. ANALYSIS

#### **1.0 Evaluation Factors**

The evaluation of the lone study category and its four subareas selected for review as part of this report is organized to focus on addressing the five factors the Commission is required to consider anytime it makes a sphere determination under CKH. These five factors are: (a) present and planned uses; (b) present and probable need for public facilities and services; (c) present adequacy and capacity of public services; (d) existence of any social or economic communities of interest; and (e) if the agency provides water, sewer, or fire protection, present and probable need for these services for any disadvantaged unincorporated communities. Conclusions are offered for each subarea relative to evaluating the preceding factors along with incorporating the policies of the Commission in administering LAFCO law in Napa County. This includes, in particular, considering the merits of any proposed changes relative to the Commission's four basic and interrelated policies with respect to determining the appropriate constitution of a special district sphere as summarized below.

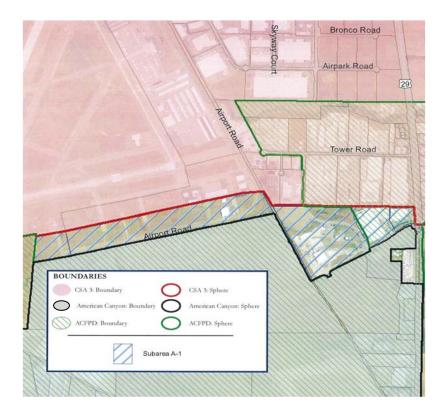
- The location of a special district's sphere shall serve to promote appropriate urban uses as independently determined by the Commission with limited exceptions.
- A special district's sphere should reflect existing and planned service capacities based on information independently analyzed by the Commission.
- Lands designated for agricultural or open-space uses shall not be included in a special district's sphere for purposes of facilitating urban development unless special and merited circumstances exists as determined by the Commission.
- A special district's sphere shall guide annexations within a five-year planning period. Inclusion of land within a sphere, however, shall not be construed to indicate automatic approval of a subsequent annexation proposal; annexations will be considered on their own merits with deference assigned to timing.

## 2.0 Study Category A

Study Category A encompasses all or portions of 35 legal parcels totaling approximately 360 acres. All of the affected lands lie outside CSA No. 3's existing sphere and have been further divided into four distinct subareas based on geopolitical distinctions identified by Commission staff. Markedly, the study category and its four subareas comprise lands that are all (a) unincorporated and (b) lie within the County's AIASP: the planning document of record since 1986 with respect to coordinating (standards and funding) the urban development of the region consistent with the County General Plan.

#### 2.1 Subarea A-1

A-1 comprises approximately 100 unincorporated acres located immediately between the jurisdictional boundaries of CSA No. 3 and American Canyon. The subarea is completely uninhabited and includes six entire parcels along with a portion of a seventh parcel. This seventh parcel, notably, comprises a railroad track owned and operated by Southern Pacific and effectively divides the subarea into two equal segments on a west to east orientation. The subarea also includes segments of Airport Road, Devlin Road, and South Kelly Road.



#### Present and Planned Uses

The entire subarea is presently developed and/or used for urban type purposes. As referenced, a railroad track effectively divides the subarea into two equal and distinct segments with more intensive existing uses lying to the east of the track. These lands lying east of the railroad track are designated under the County General Plan as *Industrial* and presently include a regional garbage/recycling transfer station, a corporate office, and a distribution warehouse.<sup>18</sup> Lands lying to the west of the railroad track are designated under the County General Plan as *Public Institutional* and entirely comprised of aircraft hangers and taxing-runways tied to the Napa County Airport. None of the affected lands qualify as prime agriculture under LAFCO law. The subarea lies outside American Canyon's recently revised urban growth boundary and the City's sphere, which was last updated by the Commission in 2010.

<sup>&</sup>lt;sup>18</sup> Lands in the subarea designated as Industrial are zoned Industrial Park: Airport Compatibility. Lands in the subarea designated as Public-Institutional are zoned Industrial: Airport Compatibility. All lands in the subarea are assigned as Business/Industrial Park under the AIASP.

#### Present and Probable Need for Public Facilities and Services

An expanded range of municipal services in the subarea is presently needed as well as into the probable future given existing and planned urban uses under the County General Plan and supporting policy documents. Essential municipal services needed include water, sewer, fire protection, and law enforcement services. Additionally, given existing roadways, elevated street services also appear needed.<sup>19</sup> The *availability* of these needed municipal services in the subarea follows (emphasis added).

#### Water Service

American Canyon is the appointed water provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial water service area established in October 2007; an action that allows American Canyon to provide new or extended service to the affected lands without additional approval from the Commission. Five of the seven parcels currently receive water service from American Canyon. It appears water service to the remaining parcels could be readily accommodated through lateral connections based on existing infrastructure.

#### <u>Sewer Service</u>

American Canyon is the appointed sewer provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial sewer service area established in October 2007; an action that allows American Canyon to provide new or extended service to the affected lands without additional approval from the Commission. Three of the seven parcels currently receive sewer service from American Canyon. It appears sewer service to the remaining parcels could be accommodated pending an approximate 100 to 1,000 foot extension to the collection system.

#### Fire Protection

ACFPD is the appointed fire protection provider for approximately one-tenth of the subarea consisting of three parcels making up the eastern perimeter based on the Commission's previous action to include this portion into ACFPD's sphere. Two of these three parcels have already annexed to ACFPD. All of the remaining parcels in the subarea continue to receive fire protection services from the County. Information previously collected indicates these remaining parcels receive a relatively higher level of service compared to most unincorporated areas given their immediate proximity and vehicle access to the County's Greenwood Ranch Station; the fire station located within and partially funded by CSA No. 3.

#### <u>Law Enforcement</u>

The County provides law enforcement services to the entire subarea. These services are provided at a relatively high level compared to most unincorporated areas given the affected lands' immediate proximity and vehicle access to the Sheriff's station located on Airport Drive in CSA No. 3; the station anchoring the County law enforcement services for the entire unincorporated area.

<sup>&</sup>lt;sup>19</sup> A new roadway in the subarea is planned in the AIASP to include a new collector between State Highway 29 and Devlin Road. However, the planned collector is assigned to the portion of the subarea already developed with a corporate office and distribution warehouse.

#### <u>Street Services</u>

The County provides basic street services for the entire subarea consisting of road maintenance/repairs and street signage. Elevated street services, including lighting, cleaning, and landscaping, are not provided.

#### Present Adequacy and Capacity of Public Services

A detailed review of the adequacy and capacity of CSA No. 3's services was performed in the Commission's recently completed municipal service review on the southeast county region. The municipal service review indicates CSA No. 3 has generally developed adequate administrative controls and service capacities to provide an effective level of miscellaneous street and fire protection services within its existing jurisdiction in manner consistent with constituent needs. There is no information in the municipal service review indicating CSA No. 3 would be unable to efficiently and adequately provide services to the subarea *if* approved by the Commission (emphasis added).

#### Existence of Any Social or Economic Communities of Interest

The subarea's inclusion in the County's AIASP establishes distinct social and economic ties with CSA No. 3 based on the District's direct role in implementing the specific plan as it relates to providing miscellaneous street and fire protection services. CSA No. 3's ties to the subarea have also been further strengthened and evident by three additional factors. First, the subarea is immediately adjacent and accessible to CSA No. 3 and therefore would appear to represent a linear expansion of the District. This includes recognizing vehicle access to the subarea is effectively limited to roads already within and served by CSA No. 3. Second, there appears to be significant interest among the affected landowners within the subarea to annex into CSA No. 3 based on communications provided by the District. Third, American Canyon's recent decision to remove the subarea from its revised urban growth boundary reinforces the assumption all foreseeable long-term planning will remain with the County and facilitated by its subsidiary agent – CSA No. 3 – in providing the referenced urban supporting services. Other social and economic ties existing with the subarea and other governmental agencies appear less substantive.<sup>20</sup>

## Present and Probable Need for Water, Sewer, or Fire Protection for Any Disadvantaged Unincorporated Communities

The subarea does not qualify as a disadvantaged unincorporated community under LAFCO law.

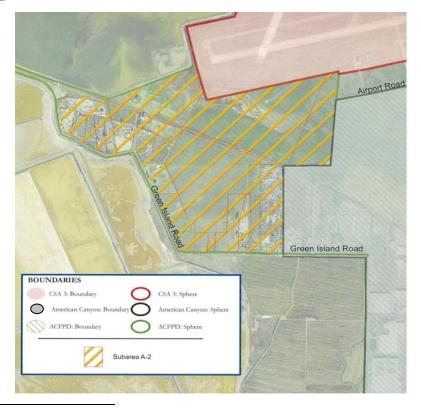
<sup>&</sup>lt;sup>20</sup> This statement includes recognizing the subarea's ties to American Canyon based the City's role in providing outside water and sewer services to the affected lands. The Commission has previously chosen to formally recognize these ties by including the subarea within American Canyon's formal extraterritorial water and sewer service areas; an action memorializing the Commission's determination the City is the appropriate and exclusive water and sewer service provider for the affected lands.

### CONCLUSION

Amending CSA No. 3's sphere to include A-1 appears merited at this time. Inclusion of the subarea would facilitate an orderly expansion of CSA No. 3 and its services to include developed urban lands immediately adjacent and accessible to the District. It appears the subarea can be reasonably served by CSA No. 3 based on current capacities and controls and would recognize the affected lands' existing and strengthening social and economic ties to the District. Inclusion would also be responsive to the perceived preferences of the landowners to establish services with CSA No. 3 as well as complement the pending completion of the Devlin Road extension; a project that will improve traffic circulation in the subarea and, accordingly, warrant elevated street and fire protection services. Inclusion would – importantly – also improve continuity between municipal providers in the south county region by facilitating a definitive demarcation of the jurisdictional authorities of CSA No. 3 and American Canyon.

#### 2.2 Subarea A-2

A-2 comprises approximately 260 unincorporated acres located immediately to the west of both the jurisdictional boundaries of CSA No. 3 and American Canyon. The subarea is inhabited with six occupied residential structures yielding an estimated population of 16. There are a total of 25 entire parcels in the subarea. One of the affected parcels includes an inactive railroad track owned by Sonoma-Marin Area Rapid Transit and divides the subarea in two relatively equal segments in a north-south orientation.<sup>21</sup> The subarea also includes dedicated segments of Green Island Road.



<sup>&</sup>lt;sup>21</sup> The Sonoma-Marin Area Rapid Transit ("SMART") purchased the affected parcel in the late 2000s as part of a larger transaction with Southern Pacific. The subject track line is inactive according to Napa County Transit and Planning Agency.

#### Present and Planned Uses

Approximately one-fourth of the subarea is presently developed and/or used for urban type uses. This existing development is generally located south of the railroad track that bisects the subarea and is largely concentrated to the west near the terminus of Green Island Road. Current uses within this portion of the subarea include automobile salvage yards, single-family residences, and a livestock slaughter facility. The remaining three-fourths of the subarea located north of the railroad track are undeveloped with the exception of one single-family residence. The County General Plan designates nearly the entire subarea as *Public Institutional* with the exception of several acres of land in the eastern perimeter demarked as *Industrial*.<sup>22</sup> None of the affected lands qualify as prime agriculture under LAFCO law. Nearly all of the subarea lies outside American Canyon's recently revised urban growth boundary with the exception of a single northwest parcel known as the "Atkins" property. The entire subarea lies outside American Canyon's sphere, which was updated by the Commission in 2010.

#### Present and Probable Need for Public Facilities and Services

An expanded range of municipal services is presently needed within the approximate one-fourth portion of the subarea that has been developed and/or used for urban uses. This present need is concentrated in the portion of the subarea south of the railroad track and near the western terminus of Green Island Road. It is also reasonable to assume the probable need for an extended range of municipal services will eventually include the entire subarea given its planned urban uses under the County General Plan and supporting policy documents. Essential municipal services needed either presently and/or in the probable future include water, sewer, fire protection, and law enforcement services. Additionally, given existing and planned roadways, elevated street services also appear needed.<sup>23</sup> The *availability* of these needed municipal services relative to the subarea follows (emphasis).

#### Water Service

American Canyon is the appointed water provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial water service area established in October 2007; an action that allows American Canyon to provide new or extended service to the affected lands without additional approval from the Commission. None of the parcels, however, currently receive water service. It also appears establishing water service to the subarea would require relatively significant capital improvements to accommodate, among other items, a distribution line extension extending as far as 6,000 feet.

<sup>&</sup>lt;sup>22</sup> Zoning within the subarea is divided between four different types of urban uses consistent with the County General Plan. Lands in the west of the subarea are zoned *General Industrial: Airport Compatibility*. Lands in the center of the subarea are zoned *Airport: Airport Compatibility*. Lands in the west of the subarea are zoned either as *General Industrial: Airport Compatibility* or *Industrial Park: Airport Compatibility*. All lands within the subarea are assigned as either *General Industrial* or *Airport* under the AIASP.

<sup>&</sup>lt;sup>23</sup> A roadway improvement for Green Island Road in the subarea is planned in the AIASP to make it a three-lane collector.

#### Sewer Service

American Canyon is the appointed sewer provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial sewer service area established in October 2007; an action that allows American Canyon to provide new or extended service to the affected lands without additional approval from the Commission. None of the parcels, however, currently receive sewer service. It also appears establishing sewer service to the subarea would require relatively significant capital improvements to accommodate, among other items, a collection line extension extending as far as 6,000 feet.

#### Fire Protection

ACFPD is the appointed fire protection provider for the entire subarea based on the Commission's pervious action to include the affected lands with ACFPD's sphere. ACFPD currently provides fire protection to 18 of the 25 affected parcels; most of which represent the portion of the subarea presently developed with urban type uses. The remaining parcels in the subarea continue to receive fire protection services from the County. Information previously collected indicates these remaining parcels currently receive a slightly elevated level of fire protection services from the County relative to most unincorporated areas given the affected lands' general proximity and vehicle access to the Greenwood Ranch Station; the station located within and partially funded by CSA No. 3.

#### Law Enforcement

The County provides law enforcement services to the entire subarea. These services are provided at a slightly elevated level compared to most unincorporated areas given the affected lands' general proximity and vehicle access to the Sheriff's station located on Airport Drive in CSA No. 3; the station anchoring the County law enforcement services for the entire unincorporated area.

#### Street Services

The County provides basic street services consisting of road maintenance/repair and street signage for the entire subarea. Elevated street services, including lighting, cleaning, and landscaping, are not provided.

#### Present Adequacy and Capacity of Public Services

A detailed review of the adequacy and capacity of CSA No. 3's services was performed in the Commission's recently completed municipal service review on the southeast county region. The municipal service review indicates CSA No. 3 has generally developed adequate administrative controls and service capacities to provide an effective level of miscellaneous street and fire protection services within its existing jurisdiction in manner consistent with constituent needs. There is no information in the municipal service review indicating CSA No. 3 would be unable to efficiently and adequately provide services to the subarea *if* approved by the Commission (emphasis added).

## Existence of Any Social or Economic Communities of Interest

The subarea's inclusion in the County's AIASP establishes distinct social and economic ties with CSA No. 3 based on the District's direct role in implementing the specific plan as it relates to providing miscellaneous street and fire protection services. These ties, however, have remained stagnant and not strengthened by any subsequent service or planning action taken either by the County or its subsidiary agent in CSA No. 3. This latter statement is predicated on recognizing the subarea – while adjacent to the current boundary – is not readily accessible to CSA No. 3 based on existing or planned roadways and therefore would not appear to represent a linear expansion of the District. This statement also recognizes there is insufficient information available to reasonably infer whether landowners are interested in receiving and funding services from CSA No. 3 given limited communication between the parties.<sup>24</sup>

Present and Probable Need for Water, Sewer, or Fire Protection for Any Disadvantaged Unincorporated Communities

The subarea appears to qualify as a disadvantaged unincorporated community under LAFCO law.<sup>25</sup> The Commission has already taken formal actions in recognizing and addressing the need for water, sewer, and fire protection services within the subarea as detailed in the preceding sections.

## CONCLUSION

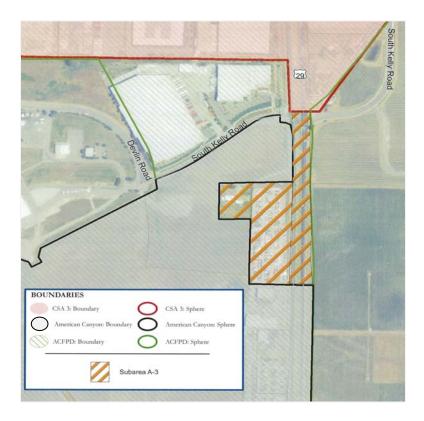
Amending CSA No. 3's sphere to include A-2 does not appear merited at this time. Exclusion appears appropriate given the subarea, despite its planned urban uses, is predominately undeveloped and not readily accessible to CSA No. 3 in terms of existing or planned roadways. It also appears the social and economic ties between the subarea and CSA No. 3 have been stagnant since the adoption of the AIASP in 1986 and have seemingly been matched – if not surpassed – by the affected lands' interests with American Canyon. It would therefore be advisable for American Canyon and the County, as the two regional land use authorities, to cooperatively evaluate a planning and service strategy to address the specific long-term needs of the subarea to help inform subsequent sphere updates by the Commission.

<sup>&</sup>lt;sup>24</sup> There does appear, contrastingly, to be an emerging tie between the subarea and American Canyon given the City's surfacing as the region's social and economic epicenter; a distinction particularly relevant to the residents of the subarea.

<sup>&</sup>lt;sup>25</sup> Information is not currently available to staff with respect to identifying the subarea residents' average annual income for purposes of verifying whether it meets the definition of a "disadvantaged unincorporated community" under LAFCO law: a community with an annual median household income that is less than 80 percent of the statewide annual median household income.

#### 2.3 Subarea A-3

A-3 comprises approximately 7.6 unincorporated acres located to the south of CSA No. 3's jurisdictional boundary; it is also substantially bordered on three sides by American Canyon. The subarea includes one occupied residence yielding an estimated population of three. There are a total of two entire parcels in the subarea. There is also – for purposes of establishing connectivity with CSA No. 3 – an adjacent segment of State Highway 29.



## Present and Planned Uses

The entire subarea is presently developed and/or used for urban type uses. This includes a single-family residence comprising the western parcel and an automobile salvage yard comprising the eastern parcel. The County General Plan designates the entire subarea as *Industrial.*<sup>26</sup> None of the affected lands qualify as prime agriculture under LAFCO law. The entire subarea lies outside American Canyon's revised urban growth boundary and the City's sphere, which was updated by the Commission in 2010.

#### Present and Probable Need for Public Facilities and Services

An expanded range of municipal services in the subarea appears to be presently needed as well as into the probable future given existing and planned urban uses under the County General Plan. Essential municipal services needed include water, sewer, fire protection, and law enforcement services. Additionally, given the possibility for future division and public way dedications, elevated street services may also be needed in the future. The *availability* of these needed municipal services relative to the subarea follows (emphasis added).

<sup>&</sup>lt;sup>26</sup> County zoning within the subarea is entirely comprised of *Industrial Park: Airport Compatibility*. All lands within the subarea are also assigned as *Business/Industrial Park* under the AIASP.

#### Water Service

American Canyon is the appointed water provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial water service area established in October 2007; an action that allows American Canyon to provide new or extended service to the affected lands without additional approval from the Commission. Neither of the two parcels, however, currently receives water service. It appears water service could be readily accommodated through lateral connections based on existing infrastructure.

#### Sewer Service

American Canyon is the appointed sewer provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial sewer service area established in October 2007; an action that allows American Canyon to provide new or extended services to the affected lands without additional approval from the Commission. Neither of the two parcels, however, currently receives sewer service. It appears sewer service could be readily accommodated through lateral connections based on existing infrastructure.

#### Fire Protection

ACFPD is the appointed fire protection provider for the entire subarea based on the Commission's previous action to include the affected lands with ACFPD's sphere. ACFPD currently provides fire protection to the parcel comprising the subarea's western perimeter. The other parcel continues to receive fire protection services from the County. Information previously collected indicates this other parcel currently receives a slightly elevated level of fire protection services from the County relative to most unincorporated areas given the land's general proximity and vehicle access to the Greenwood Ranch Station; the station located within and partially funded by CSA No. 3.

#### Law Enforcement

The County provides law enforcement services to the entire subarea. These services are provided at a slightly elevated level compared to most unincorporated areas given the affected lands' general proximity and vehicle access to the Sheriff's station located on Airport Drive in CSA No. 3; the station anchoring the County law enforcement services for the entire unincorporated area.

#### <u>Street Services</u>

The California Department of Transportation provides basic street services consisting of road maintenance/repair and street signage for State Highway 29; the lone roadway serving the subarea. Elevated street services, including lighting, cleaning, and landscaping, are not provided.

#### Present Adequacy and Capacity of Public Services

A detailed review of the adequacy and capacity of CSA No. 3's services was performed in the Commission's recently completed municipal service review on the southeast county region. The municipal service review indicates CSA No. 3 has generally developed adequate administrative controls and service capacities to provide an effective level of miscellaneous street and fire protection services within its existing jurisdiction in manner consistent with constituent needs. There is no information in the municipal service review indicating CSA No. 3 would be unable to efficiently and adequately provide services to the subarea *if* approved by the Commission (emphasis added).

### Existence of Any Social or Economic Communities of Interest

The subarea's inclusion in the County's AIASP establishes distinct social and economic ties with CSA No. 3 based on the District's direct role in implementing the specific plan as it relates to providing miscellaneous street and fire protection services. These ties, however, have remained stagnant and not strengthened by any subsequent service or planning action taken either by the County or its subsidiary agent in CSA No. 3. This statement is predicated on recognizing the subarea – while adjacent by way of State Highway 29 – is measurably surrounded by American Canyon and therefore would not appear to represent a linear and orderly expansion of the District. This statement also recognizes there is insufficient information available to reasonably infer whether landowners are interested in receiving and funding services from CSA No. 3 given the limited communication between the parties.<sup>27</sup>

Present and Probable Need for Water, Sewer, or Fire Protection for Any Disadvantaged Unincorporated Communities

The subarea does not qualify as a disadvantaged unincorporated community under LAFCO law.

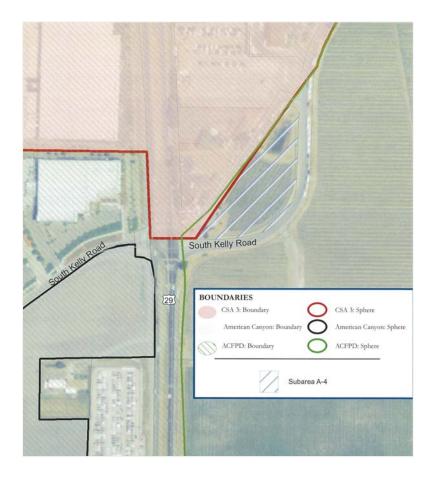
## CONCLUSION

Amending CSA No. 3's sphere to include A-3 does not appear merited at this time. Exclusion appears appropriate given the subarea, despite its proximity, is effectively detached from CSA No. 3 based on the affected lands' already being measurably surrounded by American Canyon. Additionally, and to this end, it appears the social and economic ties between the subarea and CSA No. 3 have been stagnant since the adoption of the AIASP in 1986 and have seemingly been matched – if not surpassed – by the affected lands' interests with American Canyon. It would therefore be advisable for American Canyon and the County, as the two regional land use authorities, to cooperatively evaluate a planning and service strategy to address the specific long-term needs of the subarea to help inform subsequent sphere updates by the Commission.

<sup>&</sup>lt;sup>27</sup> There does appear, contrastingly, to be an emerging tie between the subarea and American Canyon given the City's surfacing as the region's social and economic epicenter; a distinction particularly relevant to the residents of the subarea.

#### 2.4 Subarea A-4

This study area comprises approximately 4.7 unincorporated acres located immediately southeast of CSA No. 3's jurisdictional boundary; it is also immediately north of an area commonly referred to as the Hess Vineyard. The subarea is completely uninhabited and includes one parcel. The subarea also includes an adjacent segment of South Kelly Road.



## Present and Planned Uses

The entire subarea is presently undeveloped and dedicated to an agricultural use. This includes the majority of the affected parcel comprising planted wine grapes. The County General Plan designates the entire subarea as *Industrial.*<sup>28</sup> The subarea qualifies as prime agriculture under LAFCO law. The entire subarea lies outside American Canyon's revised urban growth boundary and the City's sphere, which was updated by the Commission in 2010.

<sup>&</sup>lt;sup>28</sup> County zoning within A-4 is entirely comprised of Agricultural Watershed: Airport Compatibility.

#### Present and Probable Need for Public Facilities and Services

An expanded range of municipal services in the subarea is not presently needed given existing agricultural uses within the affected lands. There may, however, be a probable future need for an expanded range of municipal services given the subarea's planned urban uses under the County General Plan. Essential municipal services that may be needed in the future include water, sewer, fire protection, and law enforcement services. Additionally, given the possibility for future division and public way dedications, elevated street services may also be needed. The *availability* of these needed municipal services relative to the subarea follows (emphasis added).

#### Water Service

American Canyon is the appointed water provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial water service area established in October 2007; an action that allows American Canyon to provide new or extended services to the affected lands without additional approval from the Commission. Water service to the affected parcel, however, has not been established. It appears water service could be readily accommodated through laterals based on existing infrastructure.

#### <u>Sewer Service</u>

American Canyon is the appointed sewer provider for the entire subarea based on the Commission's previous action to include the affected lands within the City's extraterritorial sewer service area established in October 2007; an action that allows American Canyon to provide new or extended services to the affected lands without additional approval from the Commission. Sewer service to the affected parcel, however, has not been established. It appears sewer service could be readily accommodated through laterals based on existing infrastructure.

#### Fire Protection

The County – by way of no other local agency's appointment by the Commission – is the appointed fire protection provider for the entire subarea. Information previously collected indicates this other parcel currently receives a slightly elevated level of fire protection services from the County relative to most unincorporated areas given the land's general proximity and vehicle access to the Greenwood Ranch Station; the station located within and partially funded by CSA No. 3.

#### Law Enforcement

The County provides law enforcement services to the entire subarea. These services are provided at a slightly elevated level compared to most unincorporated areas given the affected lands' general proximity and vehicle access to the Sheriff's station located on Airport Drive in CSA No. 3; the station anchoring the County law enforcement services for the entire unincorporated area.

#### Street Services

The County provides basic street services consisting of road maintenance/repair and street signage for South Kelly Road; the lone roadway serving the subarea. Elevated street services, including lighting, cleaning, and landscaping, are not provided.

#### Present Adequacy and Capacity of Public Services

A detailed review of the adequacy and capacity of CSA No. 3's services was performed in the Commission's recently completed municipal service review on the southeast county region. The municipal service review indicates CSA No. 3 has generally developed adequate administrative controls and service capacities to provide an effective level of miscellaneous street and fire protection services within its existing jurisdiction in manner consistent with constituent needs. There is no information in the municipal service review indicating CSA No. 3 would be unable to efficiently and adequately provide services to the subarea *if* approved by the Commission (emphasis added).

### Existence of Any Social or Economic Communities of Interest

The subarea's inclusion in the County's AIASP establishes distinct social and economic ties with CSA No. 3 based on the District's direct role in implementing the specific plan as it relates to providing miscellaneous street and fire protection services. These ties, however, have been measurably diminished given the subarea's continued agricultural use coupled with the County having rezoned the affected lands for non-urban uses.

## Present and Probable Need for Water, Sewer, or Fire Protection for Any Disadvantaged Unincorporated Communities

The subarea does not qualify as a disadvantaged unincorporated community under LAFCO law.

## CONCLUSION

Amending CSA No. 3's sphere to include A-4 does not appear merited at this time. Exclusion appears appropriate given the subarea, despite its planned urban uses, is presently planted with wine grapes and qualifies as prime agricultural land under LAFCO law. This existing agricultural use, importantly, conflicts with the role and function of CSA No. 3 as intended by the Commission in its earlier approval of the District's formation. There is also no indication of a change in existing land uses within the subarea in the timeframe of this review.

## Simonds, Keene

From:	WOLF1938@aol.com
Sent:	Thursday, July 26, 2012 2:21 PM
То:	Simonds, Keene; jgong@napa.lafco.ca.gov; Freeman, Brendon; Mabry, Kathy; lchilton@napa.lafco.ca.gov; bwagenknecht@napa.lafco.ca.gov; jbennett@napa.lafco.ca.gov; bdodd@napa.lafco.ca.gov; bkelly@napa.lafco.ca.gov; jinman@napa.lafco.ca.gov; mluce@napa.lafco.ca.gov; grodeno@napa.lafco.ca.gov
Cc:	wolf1938@aol.com
Subject:	Atkins response to LAFCO Sphere of Influence for County Service Area No. 3

July 26, 2012

Keene Simonds, Executive Officer, LAFCO <u>ksimonds@napa.lafco.ca.gov</u>

Larry G. Atkins, Property Owner 25.44 acres Napa Co Airport (noted as "Atkins" property) PO Box 1138 Fairacres, NM 88033-1138 575-522-1630 home 503-680-7553 cell wolf1938@aol.com

Re: Update the Sphere of Influence for County Service Area No. 3

Dear Mr. Simonds, your Staff and all the Commissioners;

I am replying to the letter I just received (Monday, July 23, 2012) from LAFCO regards to my property. I am also sending copies of this letter to your Staff, the Commissioners and my partners.

First and foremost I want you to know that I am totally against this recommendation.

I also want you to understand and be aware that I knew nothing of this update. I was never apprised or notified by mail or E-Mail as to what is being proposed for my 25.44 acres at the Napa County Airport until I received your letter dated July 16, 2012. I also new nothing of a Public Hearing Scheduled for August 6, 2012 until receipt of your letter.

After receiving your letter and after reading the electronic copy of the report, I find this recommendation to be totally devastating to me and my partners. Not only financially but also emotionally.

I feel Napa County and LAFCO are personally signaling this property out because Napa County has been attempting to acquire this property for over 30+ years thru all sorts of devious means. Be it thru condemnation or by not offering the fair current market value.

This started back in the early 1970's when my Mother, Eloise Atkins and her partners won a judgement against the county of Napa in a condemnation action. And as you can see by the actions your are now proposing, it is still ongoing.

Approximately around year 2000 the County of Napa destroyed our road access easement to our land and land locked us. They built the now Highway Patrol Building smack dab in the middle of the easement road and never notified us they were doing this. My wife and I had a meeting with a Napa

County Official, Mr. Norgrath who was in charge of the Airport. And he was the boss of the then Airport Manager, Wanda Kennedy. His reply to us was, "if you do not like it, sue us!"

Thru legal action we were able to get a Right-A-Way on Airport Road. This Right-A-Way provides utilities and ingress and egress. Also thru this legal action the County of Napa is to build us a road to our property line.

It has been noted in several Master Plans, including the current existing plan, that my property is needed for airport expansion and it is stated they need my land for this purpose. I say fine. Buy it for market value.

Consequently any possible purchasers or developers would not want to battle the County of Napa over the purchase of my property. So this is in fact another way to condemn the property.

After reading the electronic report I find various inaccuracies. Especially regards to utilities, sewer, water & electric.

The report states we are 8000 ft from any utilities. This is false. We are in proximity of utilities. Our Southern property line borders the new 650,000 sq ft warehouse of Kendall Jackson & Biagi Brother's Warehouse. American Canyon provides all their utilities.

The Napa Tower which is located only a few 100 ft or so from our property line is supplied with water, sewer & eclectic by local sources.

The Reef Corporation is developing the ex-Beringer property and they will bring in utilities onto their property thanks to the cooperation etc. of Napa County on the completion of the overpass on Devlin Road. Our properties adjoin on our Eastern border.

Regard to the Railroad you state is inoperative. It is very much operative! Kendall Jackson and Biage Brother's are shipping box cars of wine daily.

And lastly, we have a Right-A-Way easement over County land to allow for Railroad access.

Also in your recommendation you neglect to mention that Napa County now owns 40% to 45% of the property you are describing in the A-2 area. This Napa County land borders our Western, Northern and North Eastern property lines.

By including us in this A-2 area (reference page 15 of electronic report, very bottom) the County could deem we need 40+ acres to develop our property. This is impossible for us because Napa County owns everything to the North, Northeast and West. Kendall Jackson has the large warehouse on their land to the South and Reef Corporation, ex-Beringer owns everything to the East. So in retrospect this is Inverse Condemnation on us <u>again</u> and our property.

We had a meeting in November 2011 with the County of Napa, mediated by Judge Snowden, to purchase the 25.44 acre property. In this meeting there were various Napa County officials including the Napa County Airport manager, Martin Pehl. Never once was there any mention of the LAFCO recommendation to put our land into what you call A-2 area. I can't help but feel this is another underhanded measure by the County to take my land. There was never any agreement reached because the amount offered by the County was considerably lower than recent sales of property in the immediate area.

I just received a notice of reappraisal by the Napa County Assessors office valuing the 25.44 acre property over 5 times the offer the County offered last November.

Regard to expansion of Napa County Airport the FAA ,which provides Grant monies, said in order to lengthen runways 18R & 36L the County of Napa would need to purchase the Atkins / Borge property.

It appears to me the County has no intention to purchase the property, but they are doing an Inverse Condemnation or taking by not allowing us to build on this property and by not including us in the CSA-3 zone. And by not notifying us in a timely manner of these pending recommendations this goes to show that I am correct in my assumptions.

This land has been in my family for over 60 years. My dad owned a lot of that airport land at one time and he worked with the County on acquiring needed land for the airport. But now I feel I am being singled out and discriminated on, not only as a private land owner but also as a Senior Citizen by Napa County and now LAFCO. I grew up in Napa, went to school there and also had a very successful business in town. I am certain if I still lived in the area this would not be happening.

I feel my property should have been and should now be included in the CSA-3 Sphere of Influence by LAFCO and the scheduled Public Hearing be postponed until the correct accurate facts about my property have been adopted into the recommendation.

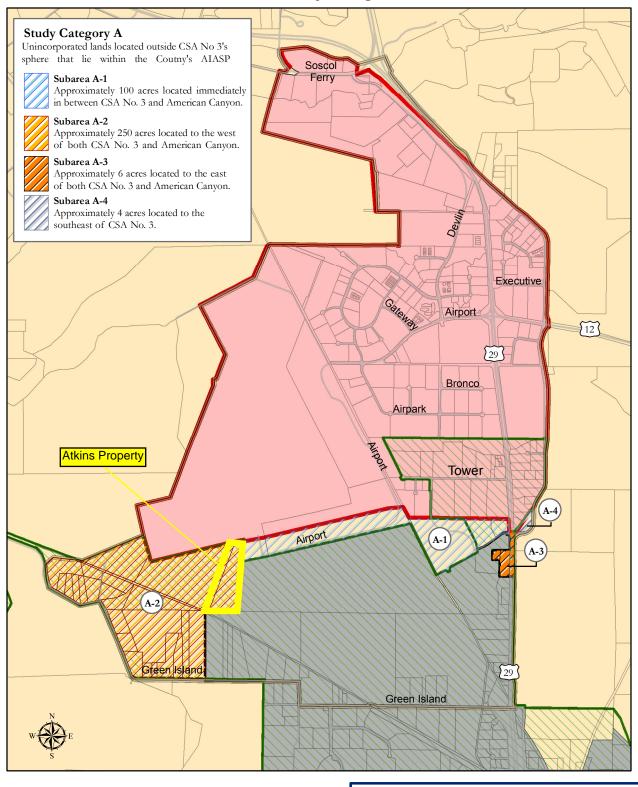
I may not have everything included in this letter that should be noted or addressed all the inaccuracies of your report on my property due to the lack of time I have had to acknowledge, reply and send off to you. But please feel free to call me. I will be able to give you all the information you'll need for an accurate report related to my property.

I feel the actions taken are highly irregular of any governmental agencies to act in this manner. I should have been contacted and apprised of your actions regards to my property. I know you would personally feel the same if the table was turned and someone was trying to do you an injustice.

I will hope to hear a response from you as I am sure my letter has brought some insight to the atrocities Napa County has been pulling on me, my family and my partners for years and years. Please help us in stopping the County of Napa take our land.

Sincerely, Larry G. Atkins

## COUNTY SERVICE AREA NO. 3 Study Categories



Local Agency Formation Commission of Napa County Political Subdivision of the State of California We Manage Local Goverment Boundaries, Evaluate Municpal Services, and Protect Agriculture

#### BOUNDARIES

