

**LOCAL AGENCY FORMATION COMMISSION  
OF MENDOCINO COUNTY (LAFCO)**

RESOLUTION NO. L 96-6

RESOLUTION DISSOLVING THE LITTLE LAKE COUNTY WATER DISTRICT,  
INCLUDING DISTRIBUTION OF ASSETS and  
SETTING FORTH CONDITIONS UPON  
THE CITY OF WILLITS and COUNTY AUDITOR,  
FILE NO. 96-4

WHEREAS,

- It is proposed to dissolve the Little Lake County Water District pursuant to the Cortese-Knox Local Government Reorganization Act of 1985, Section 56375(a)(2); and
- This water district has been in existence for at least three years; and
- On information and belief, this water district's corporate powers, per Government Code Section 56759, have not been used during the three-year period preceding the date of the public notice of this Commission's hearing on this proposed dissolution; and
- On information and belief, during the three-year period the following events have not occurred: 1) there has not been a duly selected and acting quorum of the board of directors of the district, and 2) the district has not furnished or provided services or facilities of substantial benefit to residents, landowners, or property within the district; and
- Clifford Horn purchased the Little Lake Water Company, from Pacific Gas & Electric, and the City of Willits later purchased it on March 29, 1984, from Clifford Horn, which covers part of the service area of the district; and
- The City of Willits provides these water services under State of California Water Permit No. 86-015; and
- The district's only asset is approximately \$25,000 in tax base revenues as reported in the County of Mendocino audit for the period ending June 30, 1995; and
- The Commission held a duly noticed public hearing on the proposed dissolution of this district on May 6, 1996, which was continued to June 3, 1996, at which no oral or written protests or objections were presented, and all persons were given the opportunity to speak and be heard with respect to this proposed dissolution and the report therein of the Commission's Executive Officer;

NOW, THEREFORE, BE IT RESOLVED AND ORDERED:

1. The Commission hereby makes the following findings:

C) The corporate powers shall cease on the effective date of the dissolution of the district, which is the date of passage of this resolution, per Government Code Section 57450, except for the purpose of winding up the affairs of the district.

D) All conditions and other findings are further identified in Exhibit A attached hereto and made part this resolution.

E) The successor(s) of the dissolved district shall be the City of Willits and the County of Mendocino, as conditioned in Exhibit A, per Government Code Section 57451, et seq.

F) The district's funds shall be vested in the successor(s) per Government Code Section 57452, less payment of LAFCO fees and pending condition compliance.

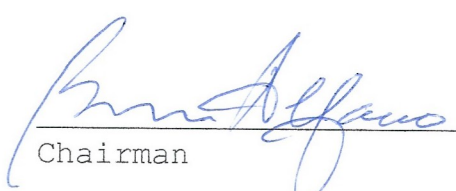
G) Distribution of assets shall be distributed to the successor(s) per Government Code Section 57457, et seq., once conditions are met and upon verification by the Executive Officer and concurrence by the City of Willits of the County Auditor's territorial asset distribution formula.

2. The Commission hereby dissolves Little Lake County Water District.

ADOPTION OF THIS RESOLUTION was moved by Commissioner McMichael, seconded by Commissioner Clark, and approved on this 3 day of June, 1996, by the following roll call vote:

AYES: Commissioners Pinches, McMichael, Clark and Alfano  
NOES: None  
ABSTAIN: None  
ABSENT: Commissioner Wattenburger

WHEREUPON, the Chairman declared the resolution adopted, AND SO ORDERED.

  
Chairman

ATTEST: MARY HIATT  
Executive Officer

By 

**CONDITIONS - EXHIBIT A**

**LITTLE LAKE COUNTY WATER DISTRICT DISSOLUTION  
DETERMINATION OF SUCCESSOR AGENCIES  
DISTRIBUTION OF ASSETS**

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1. From the cash assets of the Little Lake County Water District, as held by the County Auditor, LAFCO fees shall be paid for dissolution costs, public notices and other final processing costs.
2. The City of Willits shall prepare and file with LAFCO, an Out of Agency Service Agreement and Sphere of Influence Amendment application to formalize their water service area. The application shall include the appropriate CEQA finding and map as requested by the Executive Officer that meets the satisfaction of the County Surveyor. Following approval, maps will be filed with the various county departments as required. Application filing fees shall be paid from the District's cash assets prior to final asset distribution to the successor agencies. The City will have 90 days from the date of this resolution to submit the application.
3. The County Auditor, from the approved map, shall prepare an asset distribution formula based on approved territory of the City of Willits Out of Agency Water Service Agreement and the remainder of District territory that is in the unincorporated area of the County. The formula shall be submitted to the City of Willits for review and concurrence. The County Auditor will then verify the amounts with the Executive Officer to confirm that all fees due have been paid, prior to release of the funds.
4. In the event the City of Willits fails to comply with LAFCO conditions, the successor agency shall be deemed the County of Mendocino and assets, following payment of fees, shall be vested in the County of Mendocino.
5. The City of Willits may wish to consider use of their portion of the assets towards preparation of their Master Service Element and Sphere of Influence Plan as required by LAFCO.
6. Use of the County's portion of the assets shall be in accordance with County policies.
7. Little Lake County Water District files shall be returned to LAFCO to become part of the LAFCO records.
8. Final processing of the District Dissolution shall be conducted by LAFCO with the State Board of Equalization, County Auditor, Assessor, Surveyor, Planning and Elections.