IMPARTIAL ANALYSIS FOR THE PROPOSED FORMATION OF THE SPRING VALLEY LAKE COMMUNITY SERVICES DISTRICT TOGETHER WITH THE FORMATION OF ZONE A FOR SOLID WASTE AND STREET SWEEPING AND THE DISSOLUTION OF COUNTY SERVICE AREA 64 (LAFCO 3233A)

This is a ballot measure to determine if the voters within the Spring Valley Lake community, including those limited portions within the City of Victorville and the Town of Apple Valley, wish to create a locally-governed community services district authorized to provide water, sewer collection, solid waste and recycling, and street sweeping services.

The area proposed for formation of the Spring Valley Lake Community Services District (SVLCSD) encompasses approximately 3.79 square miles located east of the City of Victorville, north of the City of Hesperia, and southwest of the Town of Apple Valley. The area is bound by Ridgecrest Road on the west, Bear Valley Road on the south, and a combination of Apple Valley Road, Sitting Bull Road, and parcel lines within the Town of Apple Valley and the Mojave Narrows Regional Park on the east and northeast. The map and legal description of the proposed District boundaries are on file in the Local Agency Formation Commission for San Bernardino County (LAFCO) office and on its website at www.sbclafco.org.

The essence of this formation proposal is to:

- Create the SVLCSD, an independent special district governed by a five-member Board of Directors, to assume the responsibilities, functions, obligations, assets, liabilities, and equipment of the former agency County Service Area 64 (CSA 64); and,
- 2. Transfer responsibility for existing operations of water, sewer collection and street sweeping services of CSA 64 as well as assume responsibility for solid waste services currently managed by the County to the new District, the SVLCSD.

No change in property tax rates will occur from approval of this measure. Revenues for the new District will accrue primarily from the receipt of the existing property tax previously distributed to CSA 64 including the fees and existing charges for service (water, sewer, and street sweeping services) as well as solid waste franchise fees and the existing special tax administered by the County for solid waste services to the area. LAFCO has reviewed these revenues and the anticipated expenditures for the first five years of the new District's existence determining that, based upon the information available, the formation of the SVLCSD is financially feasible.

Voters who believe that this new independent District should form should vote "yes" on this measure. Voters who believe that the governmental structure for the identified services should remain unchanged should vote "no" on this measure.

Regardless of voter position on the basic question of formation, voters should select five persons to serve on the new District's Board of Directors. If this formation receives a

majority of "yes" votes, the five candidates receiving the most votes will take office as the new Board of Directors.

The Local Agency Formation Commission approved this impartial analysis on July 15, 2020.

LOCAL AGENCY FORMATION COMMISSION

SAMUEL MARTINEZ

Executive Officer