

TO: MEMBERS, FORMATION COMMISSION

FROM: PAUL L. HOOD, EXECUTIVE OFFICER

DATE: JULY 31, 2008

**SUBJECT: RATIFICATION OF TIME EXTENSION OF PAYMENT OF
LAFCO FEES INCURRED BY TAXPAYERS WATCH**

Recommendation: It is respectfully recommended that the Commission ratify the Stipulation for Extension of Payment Schedule Pursuant to Stipulation for Entry of Judgment.

Discussion: Taxpayers Watch has requested a time extension for the payment of fees associated with processing the LAFCO proposal to Dissolve the Los Osos Community Services District (attached). The original agreement set forth a payment schedule for the amount owed (\$27,747.50) of \$1,000 per month with the remaining amount due in June 2008. The amount owed at this point is \$9,247.50 (payment schedule attached).

The Commission's LAFCO Legal Counsel has drafted a Stipulation for Extension of Payment Schedule Pursuant to Stipulation for Entry of Judgment (attached) that if approved would extend the current arrangement of \$1,000 per month until the remaining balance is paid in full (approximately 9 months). Since the Commission did not meet in June, the Executive Officer allowed Taxpayers' Watch to make the July 1, 2008, payment pending approval of the extended payment schedule.