

SACRAMENTO LOCAL AGENCY FORMATION COMMISSION
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April 4, 2007

TO: Sacramento Local Agency Formation Commission
FROM: Peter Brundage, Executive Officer
RE: Proposed Arden Arcade Incorporation Status Report (03-07)

RECOMMENDATION

Receive and File Status Report

DISCUSSION

The Registrar of Voters has determined that they will have to do a complete signature verification on the petition submitted by the Arden Arcade Incorporation proponents. The random sample method fell short of the statutory requirements. The failure of this sampling process triggers that the Registrar of Voters must verify each signature until they have exceeded the minimum 25 percent threshold i.e., the Registrar of Voters will need to examine over 9,439 signatures. As a result, the Registrar of Voters has 60 days from the date they received the petition (February 28, 2007) to verify if there are sufficient signatures on the petition.

The Registrar of Voters has determined the following:

| | |
|--|----------------------------|
| Registered Voters in the proposed boundary | 37,756 (September 6, 2006) |
| 25 Percent | 9,439 |
| Total signatures submitted by proponents | 12,761 |

The Registrar of Voters determined that the petition contained a raw count of 12,761 signatures. The random sampling method indicated that there were 79.4 percent valid signatures. Therefore, it appears the random sampling method should result in 10,133 (79.4% x 12,761) valid signatures. The sampling process needed to yield 81.36 percentage good or 10,383 signatures. Therefore, based on the sampling methodology it

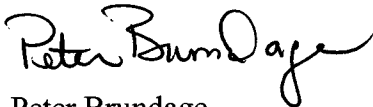
appears that they should have sufficient signatures to proceed with their incorporation application. (Note: on March 28, 2007, the Registrar of Voters Office indicated that they have completed verification on about 30 percent of the signatures. The validity rate remains at approximately 79 percent. However, the Registrar of Voters must still certify the petition based on complete signature verification process.

Request for Proposal Process

Based on the above information, I have prepared the attached Request for Proposals to solicit bids from consultants to prepare the Environmental Impact Report and Comprehensive Fiscal Analysis for this incorporation proposal. Given the time it takes to issue/respond to the RFP and select consultants, I will begin to initiate this process. No consultants will be hired until the petition has been certified by the Registrar of Voters. Also, no work will commence until the Commission approves these contracts.

Respectfully,

SACRAMENTO LOCAL AGENCY FORMATION COMMISSION



Peter Brundage
Executive Officer

PB
(Arden Arcade 04-07 Status Report)