## **AAR Updated Special District Recommendations**

The Committee may wish to consider the following actions to develop information to inform future policy-making decisions:

- 1. Request that the Legislative Analyst make recommendations to the Committee on:
  - a. The desirability of special district reorganization including incentives for reorganization and consolidation, and
    - i. If desirable, recommendations to the Committee for approaches to implementation.
  - b. Whether the State should provide technical assistance to special districts and LAFCO's for analysis of potential consolidation.
  - c. The advantages and disadvantages of *functional* consolidation, as opposed to special district reorganization.
  - d. Whether the State should encourage direct election of special district boards even when seats are uncontested.
- 2. Request that the Legislative Analyst make recommendations to the Committee regarding the feasibility, arguments in favor and against reallocating property taxes from independent, enterprise special districts to cities and counties.
- 3. Request that the Legislative Analyst assess and report to the Committee:
  - a. The extent to which special districts are transparent and accountable to the public,
  - b. The extent to which special districts are efficient and cost effective, and
  - c. The extent to which compensation for special district employees is adequate, appropriate, reflective of responsibilities, and size of the jurisdiction.
  - d. The extent to which the Legislature can compel (either by incentive or requirement) special districts to hold regularly scheduled elections.
  - e. Whether there is evidence that special districts are being formed or continued in lieu of forming or joining general purpose governments.
  - f. What agency or agencies are responsible in the event that a special district cannot meet its financial obligations?

- i. Is there any oversight mechanism to monitor the extent to which special districts are at risk for failing to meet these obligations?
- 4. Request the Legislative Analyst assess the feasibility of requiring special districts to publish and annually update accountability report cards, similar to the School Accountability Report Card required of California's public, K-12 schools.
- 5. Request that a public policy organization conduct public opinion research to determine:
  - a. The extent to which Californians are aware of special districts,
  - b. Their attitudes regarding special districts,
  - c. Their attitudes toward continuation and consolidation of special districts, and
  - d. The information they want or need regarding special districts.
- 6. Request that a governmental association, such as the California Special Districts Association, conduct a survey of special districts to identify:
  - a. The advantages and disadvantages of reorganization and consolidation,
  - b. Any incentives or impediments for reorganization or consolidation, and
  - c. The desirability of special district reorganization or consolidation.