

**YOLO LOCAL AGENCY FORMATION COMMISSION
Resolution No. 2025-06**

Resolution of Intent to Initiate Dissolution of the Capay, Cottonwood, Knights Landing, and Mary's Cemetery Districts Per Government Code Section 56375.1 if Timely Audits or Minimum Financial Requirements are Not Met Within 12 Months

WHEREAS, the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (Act) governs the organization and reorganization of cities and special districts by local agency formation commissions established in each county, as defined and specified in Government Code Sections 56000 et seq. (unless otherwise indicated all statutory references are to the Government Code); and,

WHEREAS, the Act provides that the local agency formation commission in each county shall develop and determine the sphere of influence of each local governmental agency within the county, and enact policies designed to promote the logical and orderly development of areas within the spheres of influence, as more fully specified in Sections 56425 et seq.; and,

WHEREAS, Section 56430 requires that local agency formation commissions conduct a municipal service review prior to, or in conjunction with, consideration of actions to establish or update a sphere of influence in accordance with Sections 56076 and 56425; and,

WHEREAS, in 2025, the Yolo County Local Agency Formation Commission (LAFCo) conducted a review of the municipal services and sphere of influence of the six public cemetery districts in Yolo County: Capay, Cottonwood, Davis, Knights Landing, Mary's, and Winters Cemetery Districts; and,

WHEREAS, Section 56375.1(a)(1)(E) provides that LAFCo may initiate a proposal for the dissolution of a district eligible for the protest threshold described in Section 57093 if the district has consistently failed to perform timely audits or failed to meet minimum financial requirements under Section 26909, among other reasons; and,

WHEREAS, based on the results of the municipal services review, LAFCo found that Capay, Cottonwood, Knights Landing, and Mary's Cemetery Districts had failed to provide an audit or meet minimum financial requirements under Section 26909 over the previous five years; and,

WHEREAS, upon adoption of the resolution of intent, the district has no less than 12 months to remediate the deficiency with a midpoint report on the remediation efforts at a regularly scheduled commission meeting; and,

WHEREAS, staff set a public hearing for June 26, 2025, for consideration of the resolution of intent to initiate the dissolution of the cemetery districts and caused notice thereof to be posted, published, and mailed at the times and in the manner required by law at least twenty-one (21) days in advance of the date; and,

WHEREAS, at said hearing, LAFCo reviewed and considered the Intent to Initiate the Dissolutions and the Executive Officer's Report including Recommendations; and,

WHEREAS, at that time, an opportunity was given to all interested persons, organizations, and agencies to present oral or written testimony and other information concerning the proposal and all related matters; and,

WHEREAS, the Commission received, heard, discussed, and considered all oral and written testimony related to the matter.

NOW, THEREFORE, BE IT RESOLVED, DETERMINED, AND ORDERED that the Yolo County Local Agency Formation Commission hereby

1. Adopts Resolution No. 2025-06 Intent to Initiate Dissolution of the Capay, Cottonwood, Knights Landing, and Mary's Cemetery Districts Per Government Code Section 56375.1 if timely audits or minimum financial requirements are not met to remedy the deficiency within 12 months.
2. Direct staff to schedule a mid-point report to the Commission on the districts' efforts to remediate the deficiencies, to be heard at the January 22, 2026, meeting or the next available LAFCo meeting.

FINDINGS:

Finding: At a public hearing for which notice has been published and posted, the Commission adopted a municipal service review pursuant to Section 56430 that includes findings that Capay, Cottonwood, Knights Landing, and Mary's Cemetery Districts have failed to perform timely audits or meet minimum financial requirements leading to consideration of the initiation of dissolution of the districts.

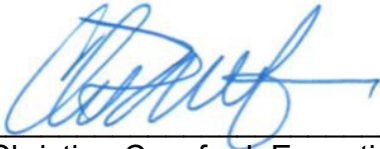
Evidence: The Commission adopted Resolution No. 2025-04 to adopt the Cemetery Services Municipal Services Review at a public hearing at the Commission's June 26, 2025, meeting, which was continued from May 22, 2025. The Cemetery Services Municipal Services Review determined the Capay Cemetery District has not undergone an audit in the last decade. Cottonwood Cemetery District performed an Agreed Upon Procedures engagement in 2018 but no audit or approved alternative per Government Code Section 26909 has occurred in the past five years. Knights Landing Cemetery District conducted biennial audits until 2019 but has not provided evidence of any review for the past five years. Mary's Cemetery District conducted three compilations in 2016, 2017, and 2018, but has not met the requirements of Government Code Section 26909. Therefore, the districts have consistently failed to perform timely audits in the prior three years or failed to meet minimum financial requirements under Section 26909 over the prior five years as an alternative to performing an audit. See Gov. Code § 56375.1(a)(1)(E).

PASSED AND ADOPTED by the Local Agency Formation Commission, County of Yolo, State of California, this 26th day of June 2025, by the following vote:

Ayes:
Noes:
Abstentions:
Absent:

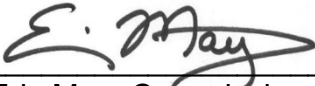
Bill Biasi, Chair
Yolo County Local Agency Formation Commission

Attest:



Christine Crawford, Executive Officer
Yolo County Local Agency Formation Commission

Approved as to form:



Eric May, Commission Counsel