

Certified Mail #7019 1120 0000 7994 2383 & Electronic Mail

July 28, 2022

Salton Community Service District
Attn: David Dale, Interim General Manager, Rogelio Flores, Board President
1209 Van Buren Ave, Suite 1
Salton City, CA 92275

RE: Notice of Intent to Commence Dissolution Process

Gentlemen:

This letter is to advise you and the Board of the Salton Community Service District, that I have scheduled a LAFCO Hearing for August 25, 2022, to seek direction from the Commission to commence the dissolution of the district.

LAFCO staff has made every attempt to work with your Board to get the district organized, functional, and on track where it can demonstrate that the district will be operated legally, financially responsible with an ethical and committed Board. We had hopes and expectations that this was possible, but at this point not likely.

We advised you in early January that in no uncertain terms that LAFCO would work with you and your Interim General Manager. Unfortunately, the first Interim GM did not function as expected. Subsequently, Mr. David Dale was hired by your Board to serve as the Interim GM.

To date, Mr. Dale's actions have made significant improvements, began to fulfill necessary processes that would create a balanced budget and would establish policies and procedures. However, after reviewing your last two board meetings, it is obvious that the Board is not committed to making the necessary changes. Instead, it appears that this Board is heading in a direction that LAFCO made clear we would not find acceptable.

The residents in the area need to have services, and services that are provided responsibly, legally, and ethically.

We have also reviewed grant funds that have either been approved and received or are pending receipt. These are substantial funds that may be in jeopardy without proper leadership at the Salton Community Service District.

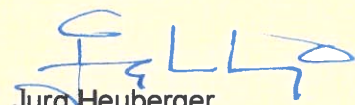
Lastly, the District is beyond the limits of the current sewer ponds operating capacity whereby the district should have and urgently now needs to have engineering done to update or expand the system. To compound the problem, the district does not have sufficient funds for these tasks nor to construct updates.

At this time, LAFCO staff is extremely concerned about the Boards direction in fulfilling the changes requested and the ability to function in the long term.

We will be seeking direction from the Commission to commence the Dissolution process. The Commission will have alternatives, but this letter is to put your district on notice of our pending action.

Should you have any questions or wish to discuss feel free to contact us. We have asked for a meeting with your Chairman and Vice-Chair but have not been able to have such a meeting.

Sincerely,

A handwritten signature in blue ink, appearing to read 'J. Heuberger', written over the typed name.

Jurg Heuberger
Executive Officer

CC: Commission
LAFCO Legal Counsel, Steve Walker
SCSD Legal Counsel, Robert Patterson
County CEO, Miguel Figueroa