

**Los Osos Community Services District  
Minutes of the Regular Meeting of December 1, 2022**

AGENDA ITEM	DISCUSSION OR ACTION
<p><b>1. CALL TO ORDER FLAG SALUTE ROLL CALL</b></p>	<p>President Fourcroy called the meeting to order at 6:01 p.m.</p> <p>Roll Call: Troy Gatchell, Director – Absent Marshall Ochylski, Director- Present Christine Womack, Director – Present Chuck Cesena, Vice President – Present Matthew Fourcroy, President – Present</p> <p>The following Staff was present: Ron Munds, General Manager Jeffrey Minnery, District Counsel Laura Durban, Administrative Services Manager Margaret Falkner, Utility Systems Manager</p>
<p><b>2. GENERAL ACTION ITEMS</b></p> <p><b>A. Adopt Resolution 2022-32 of Intent to Participate in Phase 1 County of San Luis Obispo’s DESAL Project</b></p> <p><b>B. Request from S&amp;T Mutual Water Company for an Emergency Water Hauling Agreement and Consideration of an Emergency Pipeline Intertie Project</b></p>	<p>General Manager Munds presented the background on the DESAL Project; actions of the Board of Supervisors; plan; purpose; scope; roadmap; next steps for the DESAL Plan.</p> <p>Director Ochylski commented that the FAC Committee is supportive.</p> <p>Public Comment – Julie Tacker commented on the cost and environmental impact of the DESAL Plan and asked about the BMC’s participation.</p> <p>Linde Owen commented on the environmental impact, cost, and sustainability of the DESAL process.</p> <p>Vice President Cesena pointed out that our basins’ sustainability is our main priority.</p> <p><b>Vice President Cesena moved that the Board adopt Resolution No. 2022-32 approving the Districts’ participation in Phase 1 of the County of San Luis Obispo’s DESAL Project. The motion was seconded by Director Womack and carried with the following vote:</b></p> <p><b>Ayes: Directors Cesena, Womack, Ochylski, Fourcroy</b> <b>Nays: None</b> <b>Abstain: None</b> <b>Absent: Gatchell</b></p> <p>General Manager Munds presented the background on requests for an Emergency Water Hauling Agreement and Consideration of an Emergency Pipeline Intertie Project from S &amp; T Mutual.</p> <p>Beth Reineke, S &amp; T Mutual Representative, provided background information on the two requests for assistance from LOCSO regarding water supply redundancy issues.</p> <p>The Board discussed the S &amp; T Request for assistance.</p> <p>Public Comment - Linde Owen commented on S &amp; T Mutual's nitrate issues; inquired about a sewer for Cabrillo Estates, assistance from Golden State, monetary compensation for the CSD, and environmental issues.</p> <p>Julie Tacker commented on Palisades Well, wholesale agreements, the BMC intertie project, water hauling, water usage, and the workload for the General Manager.</p> <p>Chris Gardner thanked the Board for their consideration and explained the need for multiple redundant water sources.</p> <p>General Manager Munds commented that Palisades Well is not directly affected; negotiations need to take place, and cost recovery to not impact District water customers.</p> <p><b>Director Ochylski moved that the Board:</b> <b>1. Enter into negotiations for a formal water hauling agreement and, once developed, bring back the draft agreement for Board approval; and</b> <b>2. Pursue an emergency water interconnection between the two water systems with project updates provided at future meetings. The motion was seconded by Director Womack and carried with unanimous consent.</b></p>

AGENDA ITEM	DISCUSSION
<p><b>C. Discussion on a Request for Los Osos to Incorporate into a City</b></p>	<p>General Manager Munds provided background on incorporation and introduced Julian Metcalf.</p> <p>Julian Metcalf presented the LAFCO recommendations, state law revenue requirements, incorporation costs, advantages of a community group as a proponent, and other alternatives to incorporation.</p> <p>The Board discussed incorporation.</p> <p>Director Ochylski commented on the details of when Los Osos and Nipomo attempted to incorporate.</p> <p>Public Comment – Tom Christensen commented on the complexities of the process.</p> <p>Linde Owen discussed gaining access to some of the County tax bases for obtaining more revenue resources.</p> <p>David Edge commented on reasons why incorporating has not taken place.</p> <p>Julie Tacker discussed some of the financial reasons for not incorporating and thanked Julian Metcalf for his work on estimating the cost.</p> <p>Richard Margetson commented on the Staff Report and inquired about the 1998 LAFCO Staff Report, costs and funding.</p> <p>Jon-Erik Storm discussed Nipomo and Goleta's incorporation attempts.</p> <p>Kristin Horowitz commented on the need to ask hard questions and the lack of county resources.</p> <p>Vita Miller voiced opposition to incorporation.</p> <p>Margaret Lindt inquired about how property taxes are spent in SLO County.</p> <p>Andrea Lueker voiced opposition to incorporation.</p> <p>Becky McFarland commented on the need for better ways to bring the community together.</p> <p>Administrative Services Manager Durban read Lona Christensen's letter opposing incorporation.</p> <p>Director Ochylski discussed communication between groups, local outreach, incorporation costs, and his opposition to incorporation.</p> <p>The Board discussed the needs of the community and strategies for moving forward.</p> <p><b>Director Ochylski moved that the Board direct Staff to reach out to LOCAC for joint meetings and general outreach and report back. The motion was seconded by Director Womack and carried with unanimous consent.</b></p>
<p><b>3. Public Comment for Items Not on the Agenda</b></p>	<p>Richard Margetson shared the Needs and Wishes event, to be held at the Community Center Saturday, December 10, 2022, from 10 am to 7 pm.</p> <p>Linde Owen commented having the administrative and committee reports first on the Agenda.</p>
<p><b>4. ADMINISTRATIVE AND COMMITTEE REPORTS</b></p> <p><b>A. Fire Department Report</b></p> <p><b>B. Sheriff Department Report</b></p> <p><b>C. California Highway Patrol Report</b></p> <p><b>D. Utilities Department Report</b></p>	<p>Written Report Only</p> <p>Sergeant Eleotte Coyes reported on the Los Osos 451 calls for service for November 2022 including 7 assault &amp; batteries, 25 disturbances, 3 burglaries, 5 thefts, 1 vandalism, 22 suspicious Circumstances, 70 enforcement stops, 34 preventative patrol activities.</p> <p>Captain Greg Klingenberg reported 9 traffic accidents in November 2022, including two with serious injuries.</p> <p>Written Report Only</p>

AGENDA ITEM	DISCUSSION
<b>E. General Manager Report</b>	General Manager Munds reported on solid waste rates, the annual audit, the Golden State Water Line Project (GSWC), and the drought reminder.
<b>F. Los Osos/Baywood Park Chamber of Commerce Report</b>	Director Ochylski announced the tree-lighting festivities will take place on Friday, December 9 at the intersection of Palisades and LOVR at 5 pm, with the Christmas Parade on Saturday, December 10, at 10 am, and details of the Light Up Los Osos contest.
<b>G. Los Osos Community Advisory Council (LOCAC) Report</b>	No Report
<b>H. Parks and Recreation Committee Meeting Report</b>	President Fourcroy reported on the discussion of the lack of tennis, pickleball courts and other issues which shed light on Los Osos' lack of recreational and park facilities.
<b>I. Utilities Advisory Committee Meeting Report</b>	Vice President Cesena reported the main topic was the S & T Mutual connection.
<b>J. Finance Advisory Committee Meeting Report</b>	Director Womack reported that the FAC recommended to the board to approve the warrants, receive and file the financials and the fiscal year 2021-2022 financial audit.
<b>K. Emergency Services Advisory Committee Meeting Report</b>	General Manager Munds reported on the Standard of Cover Study modification, the Strategic Plan, and that the Station 15 Building Condition Assessment contract was awarded.
<b>L. Basin Management Committee Meeting Report</b>	General Manager Munds reported the main discussion centered on approving the 2023 budget and adding a new monitoring well to the budget.
<b>M. Directors' Announcements of District and Community Interest and Reports on Attendance at Public Meetings, Training Programs, Conferences, and Seminars</b>	Director Womack reported on the Morro Bay Natural Estuary Program meeting that awarded grants for community projects.  Vice President Cesena commended CAPSLO for being awarded the \$5 million Bezos Grant Award.
<b>N. Response to Previously Asked Questions</b>	None
<b>5. PUBLIC COMMENT FOR ITEMS ON THE ADMINISTRATIVE AND COMMITTEE REPORTS AND THE CONSENT AGENDA</b>	None
<b>6. CONSENT AGENDA</b> A. Receive Administrative, Committee Reports, and Approved Committee Minutes B. Approve Meetings Minutes of November 3, 2022 C. Approve Warrant Register for November 2022 D. Receive Financial Report for Period Ending October 31, 2022 E. Introduction and First Reading by Title Only of an Ordinance Amending and Restating the Districts Fire Prevention Code found in Title 4 of the District Code including the adoption of the 2022 Edition of the California Fire Code including annual	A motion was made by Director Ochylski that the Board receive and file the Administrative and Committee Reports and approve the Consent Agenda. The motion was seconded by Vice President Cesena and carried with unanimous consent.

<b>AGENDA ITEM</b>	<b>DISCUSSION</b>
<b>Supplements and State Amendments and Errata</b>	
<b>7. DISCUSSION OF PULLED CONSENT ITEMS</b>	None
<b>8. FUTURE AGENDA ITEMS</b>	None
<b>9. CLOSING BOARD COMMENTS</b>	President Fourcroy thanked the Board and Public for all their comments.
<b>10. ADJOURNMENT</b>	The meeting was adjourned at 8:20 p.m.