Agenda Item: 6

Date: November 30, 2026

Los Osos Community Services District
STAFF REPORT

TO: Finance Advisory Committee

FROM: Greg Kwolek, General Manager

SUBJECT: **General Manager Update**

CASH FLOW ANALYSIS

Staff is working on a month over month Cash Flow analysis for Fund 500 for the last three years. As well as projections for the next year. There is still some fine tuning and projections that need to be completed, but staff is planning to present to FAC at the next meeting in January.

EL NIÑO WINTER AND EMERGENCY PLANNING

Staff presented an updated draft of the District's Emergency Operations Plan Annex for Board review at their last meeting. Further review is planned for the Emergency Services Advisory Committee and response partners. The draft addresses coordination, emergency response responsibilities, and resources for flooding, power outages, and disruptions to District services. Staff plans to review the Annex each fall to keep it current.

Of particular relevance to the FAC, the District is a member of CalWARN, a mutual assistance network through which water and wastewater utilities can request personnel, equipment, and other resources during emergencies. This provides an additional source of support if an emergency exceeds the District's available resources.

County Office of Emergency Services Director Scotty Jalbert also presented to the Board on what to expect this winter and the County's preparations. District staff is checking emergency equipment, supplies, and rain gear and continuing coordination with CAL FIRE and County OES.

Emergency power is available at the South Bay Well and the 8th Street Upper and Lower wells. The 8th Street backup power also serves the water yard. The District's trailer-mounted generator can power an additional well but is not available to power other facilities.

SOLID WASTE RATE ADJUSTMENT

A 6.3% solid waste rate increase has been requested under the District's rate adjustment methodology. Staff reviewed the methodology and supporting report and determined that the requested increase is consistent with the methodology. Although the annual Consumer Price Index (CPI) adjustment is capped at 5%, the methodology also includes a separate revenue reconciliation adjustment to account for differences between projected revenue requirements and actual customer billings. That adjustment is not subject to the CPI cap, resulting in a total requested increase above 5%.

ASM: _LD__	AGM/DE: ____
DGC: ____	GM: _GK