



February 5, 2026

TO: LOCSD Board of Directors

FROM: Ron Munds, General Manager
Laura Durban, Administrative Services Manager

SUBJECT: Agenda Item 7A – 02/05/2026 Board Meeting
Receive Administrative, Committee Reports, and Approved
Committee Minutes

President
Matthew D. Fourcroy

Vice President
Charles L. Cesena

Directors
Tom Cross
Richard Hubbard
Christine M. Womack

General Manager
Ron Munds

District Accountant
Robert Stilts, CPA

Unit Chief
John Owens

Battalion Chief
Joshua Lorenzo

DESCRIPTION

Attached are the approved minutes from meetings in January 2026.

STAFF RECOMMENDATION

This item will be approved along with the Consent Calendar unless it is pulled by a Director for separate consideration. If so, Staff recommends that the Board adopt the following motion:

Motion: I move that the Board receive and file the presented Administrative, Committee Reports and Approved Committee Minutes

Attachment

Finance Advisory Committee Minutes 12/01/2025
Utilities Advisory Committee Minutes 11/19/2025
Director Womack November BMC Report, MBNEP Report and AdHoc Committee Report

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**Los Osos Community Services District
Minutes of the Finance Advisory Committee Meeting
December 1, 2025, at 5:30 p.m. at the District Office**

AGENDA ITEM	DISCUSSION	FOLLOW-UP
1. Call to Order, Roll Call and Flag Salute	<p>Vice Chairperson Cross called the meeting to order at 5:30 p.m. and led the flag salute.</p> <p><u>Roll Call:</u></p> <p>Katherine Corson, Committee Member - Present Gary J. Freiberg, Committee Member – Present Lisa Gonzalez, Committee Member – Present – Arrived at 5:34 p.m. Lee Hood, Committee Member – Present Keith Swanson, Committee Member – Absent Tom Cross, Vice Chairperson – Present Christine, Womack, Chairperson – Present – Attended online</p> <p><u>Staff:</u></p> <p>Laura Durban, Administrative Services Manager Ron Munds, General Manager</p>	
2. Approve FAC Meeting Minutes of November 3, 2025	<p>Vice Chairperson Cross presented the minutes for approval.</p> <p>Public Comment – None</p> <p>Committee Member Corson made a motion that the Finance Advisory Committee approve the minutes of the FAC meeting held November 3, 2025. The motion was seconded by Committee Member Freiberg and the motion passed with a unanimous vote.</p>	Action: File Approved Minutes
3. PRESENTATION – Fiscal Year 2024/2025 Audit Report – Fechter & Company	<p>General Manager Munds presented an overview of key points from the District audit and introduced District Auditor Sandy Sup.</p> <p>District Auditor Sup reported that there were no findings, all items were provided, the process went smoothly, and this was the first year of a remote audit.</p> <p>Public Comment – None</p> <p>The Committee discussed.</p> <p>Committee Member Hood recommended to the Board that the Board receive and file the fiscal year 2024-2025 financial audit as presented. The motion was seconded by Committee Member Freiberg and the motion passed unanimously.</p> <p>Vice Chairperson Cross thanked the CSD Staff for their hard work.</p>	Action: The Committee recommended to the Board that the Board receive and file the FY 2024-2025 financial audit.
4. Review of Board Item Regarding Approval of Warrant Register for November 2025	<p>General Manager Munds presented the warrants.</p> <p>Public Comment - None</p> <p>Committee Member Freiberg recommended to the Board that the Board approve the Warrant Register for November 2025. The motion was seconded by Committee Member Hood and the motion passed unanimously.</p>	Action: The Committee recommended to the Board that the Board approve the Warrant Register for November 2025.
5. Review of Board Item Regarding Financial Reports for the Period Ending October 31, 2025.	<p>General Manager Munds presented the Financials for each fund.</p> <p>The Committee discussed.</p> <p>Public Comment – Richard Margetson inquired about the commercial revenue.</p>	Action: The Committee recommended to the Board that the Board receive and file the Financials for the period ending October 31, 2025.

AGENDA ITEM	DISCUSSION	FOLLOW-UP
	<p>General Manager Munds responded, citing Baywood Elementary's higher recycled water use and noting that the estimated recycled water numbers.</p> <p>Committee Member Gonzalez recommended to the Board that the Board receive and file the Financials for the period ending October 31, 2025. The motion was seconded by Committee Member Corson and the motion passed unanimously.</p>	
6. General Manager Update	<p>General Manager Munds provided updates on Program C Well, SCADA, the water resiliency intertie pipeline, 10th Street tank rehabilitation, 16th Street booster pump station emergency repairs, the Fund 301 fire budget deficit option, and FEMA payment updates.</p> <p>The Committee discussed.</p> <p>Public Comment – None</p>	<u>Action:</u> None
7. Public Comments on Items NOT on this Agenda	Richard Margetson commented on the Needs and Wishes 20th anniversary fundraiser event on December 13, and the bell-ringing season.	
8. Schedule for Next FAC Meeting	The next meeting of the Financial Advisory Committee is scheduled for Monday, January 5, 2026, at 5:30 p.m. unless otherwise noticed.	
9. Closing Comments by FAC Committee	Committee Freiberg commented on the Christmas Tree Lighting December 6 th event and the Christmas parade on December 13 th .	
10. Adjournment	The meeting adjourned at 6:19 p.m.	

**Los Osos Community Services District
Minutes of the Utilities Advisory Committee Meeting
November 19, 2025, at 5:30 p.m. at the District Office**

AGENDA ITEM	DISCUSSION	FOLLOW-UP
1. Call to Order Flag Salute Roll Call	<p>Chairperson Cesena called the meeting to order at 5:30 p.m.</p> <p><u>Roll Call:</u> James Bishop, Committee Member – Absent Jan Harper, Committee Member – Present Leonard Moothart, Committee Member – Present Pam Ouellette, Committee Member – Present Matthew Tallone, Committee Member – Absent Matthew Fourcroy, Vice-Chairperson – Absent Chuck Cesena, Chairperson – Present</p> <p><u>Staff:</u> Ron Munds, General Manager Margaret Falkner, Utility Systems Manager Laura Durban, Administrative Services Manager</p>	
2. Approve UAC Minutes of October 15, 2025	<p>Chairperson Cesena presented the minutes for approval.</p> <p>Public Comment – None</p> <p>Committee Member Moothart moved to approve the meeting minutes of October 15, 2025. The motion was seconded by Committee Member Harper and the motion passed with unanimous consent.</p>	Action –File approved minutes.
3. Basin Management Committee Update	<p>General Manager Munds provided a review of the November 12 Special BMC meeting, focusing on the water supply alternative analysis in the Recycled Water Facility Study, the final report to be submitted to the State Water Board and budget.</p> <p>Committee Member Cesena commented on the potential County support to tap the unmonitored properties for contributions, and the 25% return from water recharge at Broderson fields.</p> <p>Public Comment – Jeff Edwards commented on the recycled water funding study, an October 2024 letter wanting a 0% growth rate, numbers for future demand being off, approximately 1400 residential units to build out the community, the state water project, the intertie project and Broderson.</p>	Action - None
4. Utilities Department Report	<p>Utility Systems Manager Falkner reported, including October 2025's water production, well site production, and runtime hours, water billing information, rainfall totals, and the call-out record.</p> <p>The Committee discussed.</p> <p>Public Comment – Richard Margetson commented on the increase in gallons from FY24/25 to FY25/26.</p> <p>General Manager Munds commented that since recycled water was installed, it had only caught up with their billing in October.</p>	Action – None
5. Utilities Department Updates	<p>General Manager Munds provided updates on Program C Well, SCADA, the water resiliency intertie pipeline, 10th Street tank rehabilitation, and the 16th Street booster pump station emergency repairs.</p> <p>The Committee discussed Program C Well, SCADA, and the 16th Street booster pump station.</p> <p>Committee Member Harper inquired about FEMA.</p> <p>General Manager Munds commented on the FEMA process and Cal OES.</p> <p>Public Comment – None</p>	Action – None

AGENDA ITEM	DISCUSSION	FOLLOW-UP
6. Public Comments on items NOT on this Agenda	Public Comment – Richard Margetson commented on the Needs and Wishes 20th anniversary event on December 13, the bell-ringing season, and meals that connect serving meals to the homebound and at the Community Center.	
7. Schedule the Next UAC Meeting	The next meeting of the Utilities Advisory Committee is scheduled to be held on Wednesday, December 17, 2025, at 5:30 p.m. unless otherwise noticed.	
8. Closing Comments by UAC Committee Members	Committee Member Moothart thanked everyone.	
9. Adjournment	The meeting was adjourned at 6:18 p.m.	



January 9, 2026

TO: LOCSO Board of Directors

FROM: Christine Womack, Director

SUBJECT: Meeting Report for October & November

Basin Management Committee

President
Matthew D. Fourcroy

Vice President
Charles L. Cesena

Directors
Tom Cross
Richard Hubbard
Christine M. Womack

General Manager
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BMC approved recommendation letter to the County for growth ordinance. Purveyors felt zero % growth was appropriate. Bruce Gibson dissented. He felt changing policy harmed the people currently approved to start building and that a low growth rate of .4% was still appropriate.

Allowing the current building permits would be adding 3.6 Acre Feet per year that will not be seen to declare that that will make the model unsustainable.

The public was pretty unanimous in not wanting ANY future growth.

11/7/26 Ad Hoc Committee

We met with Peckham and McKenny and CPS HR Consulting.

We chose Peckham and McKenney for General Manager Recruitment.

11/19/26 Morro Bay National Estuary Program Committee Meeting

ACTION: Infrastructure Investment & Jobs Act (IIJA) Fiscal Year (FY) 2026 Workplan and Budget. Staff described the updates to the IIJA workplan for FY26. Because this is our last year of IIJA funding, the projects are similar to workplans from previous years, and the focus is on wrapping up multi-year projects. The Bay Foundation board approved the workplan and budget at their November meeting.

Vote: Marshall moved to approve. Zara seconded. All in favor. None opposed.

ACTION: Consider approval of Consent Decree request for tidal prism analysis. Staff described the importance of tidal prism in tracking sedimentation in the bay and the additional analysis to potentially be conducted by Dr. Stefan Talke of Cal Poly. The project requires \$20,000 of Consent Decree funding for the first phase of the work, with a second phase to be funded through the FY26 IIJA grant.

Vote: Ethan moved to approve. Zara seconded. All in favor. None opposed.

ACTION: Consider approval of Community Project For the proposed Community Project for FY26, the nonprofit SLO Beaver Brigade (SLOBB) would host an all-day workshop and four field tours to teach practitioners, landowners, regulators, local nonprofits, and community members about low-tech process-based restoration techniques. The project budget is \$8,055. Some EC members expressed an interest in attending, and staff will invite the EC and Bay Foundation members.

Vote: Becka moved to approve. John seconded. All in favor. None opposed