

Pursuant to the Oceano Community Services District Board of Director's Resolution 2021-12, members of the Board of Directors, staff and public may participate in this meeting via teleconference and/or electronically. The Oceano Community Services District Boardroom will NOT be open for accessing the meeting.



Notice of Regular Meeting
Oceano Community Services District - Board of Directors Agenda
WEDNESDAY, JANUARY 26, 2022 – 6:00 P.M.
Location: TELECONFERENCE – SEE BELOW

HOW TO OBSERVE THE MEETING

This meeting will be conducted using Zoom software, which requires a name/email to be entered prior to accessing the meeting. This is not a District requirement for participation. Public participants are welcome to use an anonymous name/email if preferred.

Telephone: Listen to the meeting live by dialing (669) 900-9128 or (253) 215-8782. Enter **Meeting ID# 892-6279-7188** followed by the pound (#) key. Then enter the **Password: 508435** followed by the pound (#) key. If the line is busy, additional phone numbers can be found on Zoom's website at <https://zoom.us/u/abb4GNs5xM>

Computer: With internet access use the **Password: 508435** to watch the live streaming at <https://us02web.zoom.us/j/89262797188?pwd=Q2lUeVc5THhnZk10TEtOUTITcXRiZz09> or by going to zoom.us and selecting "Join A Meeting" then entering the **Meeting ID# 892-6279-7188** followed by the **Password: 508435**

Mobile: Log in through the Zoom Mobile App on a smartphone or tablet and enter **Meeting ID#: 892-6279-7188** then enter the **Password: 508435**.

For information on Zoom's system requirements please visit: <https://support.zoom.us/hc/en-us/articles/201362023-System-Requirements-for-PC-Mac-and-Linux>

HOW TO SUBMIT PUBLIC COMMENTS

Before the Meeting: Please email your comments to carey@oceanocsd.org with "Public Comment" in the subject line. In your email please include the agenda item number and title and your comments. You may also provide public comment through the District website at: <https://oceanocsd.org/contact/>. All comments received before 12:00 p.m. the day of the meeting will be included as an agenda supplement on the District's website <https://oceanocsd.org/meeting-agendas-minutes/agenda-packets/> and provided to the Directors prior to the meeting. Comments received after the deadline, but prior to the meeting start time, will be attached to the minutes of the meeting.

Live Comments: During the meeting, the Board President or designee will announce the opportunity for public comment. Members of the public may utilize the "raise hand" feature in Zoom to be placed into the speaking queue. Each individual speaker is limited to a presentation time of THREE (3) minutes per item. Persons wishing to speak on more than one item shall limit his/her remarks to a total of SIX (6) minutes. This time may be allocated between items in one-minute increments up to three minutes. Time limits may not be yielded to or shared with other speakers.

To "Raise Hand:"

- **Telephone:** Press "* 9" to raise your hand to notify meeting host and be placed in the queue. The host will unmute and call on you when it's your time to speak.
- **Computer/Mobile Device:** Click the "raise hand" button to notify meeting host and be placed in the queue. The host will unmute and call on you when it's your time to speak. If the "raise hand" button is not displayed on the screen, please click the "participants" icon at the bottom of the screen and the "raise hand" button will appear.

All items on the agenda including information items, may be deliberated. Any member of the public with an interest in one of these items should review the background material and request information on the possible action that could be taken.

1. CALL TO ORDER
2. ROLL CALL
3. FLAG SALUTE
4. AGENDA REVIEW
5. PUBLIC COMMENT ON MATTERS NOT ON THE AGENDA

This public comment period provides an opportunity for members of the public to address the Board on matters of interest within the jurisdiction of the District that are not listed on the agenda. If a member of the public wishes to speak at this time, Public comment is limited to three (3) minutes.

6. SPECIAL PRESENTATIONS & REPORTS:

A. STAFF REPORTS:

- i. Sheriff's South Station - Commander Jay Wells
- ii. FCFA Operations - Chief Steve Lieberman
- iii. Operations – Utility System Manager Tony Marraccino
- iv. OCSD General Manager – Will Clemens

B. BOARD OF DIRECTORS AND OUTSIDE COMMITTEE REPORTS:

- i. Vice President Villa
- ii. Director Gibson
- iii. President White
- iv. Director Austin
- v. Director Repogle

C. PUBLIC COMMENT ON SPECIAL PRESENTATIONS AND REPORTS:

This public comment period provides an opportunity for members of the public to address the Board on matters discussed during Special Presentations and Reports. If a member of the public wishes to speak at this time, Public comment is limited to three (3) minutes.

7. CONSENT AGENDA ITEMS:

Public comment Members of the public wishing to speak on consent agenda items may do so when recognized by the Presiding Officer. If a member of the public wishes to speak at this time, Public comment is limited to three (3) minutes.

- A. Review and Approval of Minutes for the Regular Meeting of January 12, 2022
- B. Review of Cash Disbursements
- C. Adopt a Resolution Re-Authorizing Remote Teleconference Meetings
- D. Annual review of the District's Investment Policy and Consideration of a Recommendation to approve a resolution adopting the District's 2022 Investment Policy, a resolution to designate certain banks or savings loan associations as depositories, and submittal of the District 2021 Annual Treasurer Report and the District Fiscal Year 2021-22 Quarter 2 Treasurer Report

8. BUSINESS ITEMS:

Public comment Members of the public wishing to speak on business items may do so when recognized by the Presiding Officer. If a member of the public wishes to speak at this time, Public comment is limited to three (3) minutes.

9. HEARING ITEMS:

Public comment Members of the public wishing to speak on hearing items may do so when recognized by the Presiding Officer. If a member of the public wishes to speak at this time, Public comment is limited to three (3) minutes.

- A. Public Hearing to consider adoption of a resolution for placing a measure on the ballot for the June 7, 2022, election for voters within District boundaries to decide whether to approve an ordinance establishing a special tax for emergency medical and fire protection services

10. RECEIVED WRITTEN COMMUNICATIONS:

11. LATE RECEIVED WRITTEN COMMUNICATIONS:

- 12. FUTURE AGENDA ITEMS:** Deferred Infrastructure Program (as needed), Lopez Water Contract Amendments (2022), Wastewater CIP (Future year), Social Media Policy/ Live Stream Board Meetings (As directed), Bill insert/ mailing policy (As directed), Policy & Procedure Manual review (As directed), CSDA Transparency Certification (As directed), Solid Waste Education Center (As directed)

13. FUTURE HEARING ITEMS:

March 9, 2022 & March 23, 2022 Creation of a Division-Based Electoral System Public Hearing

14. CLOSED SESSION:

15. ADJOURNMENT:

This agenda was prepared and posted pursuant to Government Code Section 54954.2. Agenda is posted at the Oceano Community Services District, 1655 Front Street, Oceano, CA. Agenda and reports can be accessed and downloaded from the Oceano Community Services District website at www.oceanocsd.org

ASSISTANCE FOR THE DISABLED If you are disabled in any way and need accommodation to participate in the Board meeting, please call the Clerk of the Board at (805) 481-6730 for assistance at least three (3) working days prior to the meeting so necessary arrangements can be made.



Oceano Community Services District

Summary Minutes

Regular Meeting Wednesday, January 12 – 6:00 P.M.

Location: TELECONFERENCE

1. **CALL TO ORDER:** at approximately 6:03 p.m. by President White

2. **ROLL CALL:**

Board members present: President White, Vice President Villa, Director Replogle and Director Gibson.
Staff present: General Manager Will Clemens, Business and Accounting Manager Carey Casciola, and Jeff Minnery, Legal Counsel. Director Austin re-entered the meeting at 6:05 and Director Gibson entered at 6:12.

3. **FLAG SALUTE:** led by President White

4. **AGENDA REVIEW:** Agenda accepted as presented.

5. **PUBLIC COMMENT ON MATTERS NOT ON THE AGENDA:**

Charles Varni	In support of square foot option vs. flat rate option of financing for the proposed Fire Tax. In opposition of Director Austin being able to vote on the Fire Tax options.
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6. **SPECIAL PRESENTATIONS & REPORTS:**

A. STAFF REPORTS:

- i. **Sheriff's South Station** – Commander Jay Wells – Oceano 2021 Year End Report:
11,316 Calls for Service, 1,466 Reports, 337 Arrests, 473 Cases filed with the District Attorney for charges. Approximately 25% of all calls were related to theft. Please safeguard your property as catalytic converters and vehicle thefts are still on the rise. Homeless/Unhoused: 17th and Pier Ave. previously cleared and they're seeing some new movement. Deputies were dispatched to make contact and give warnings. The Kansas Ave. safe parking site is full/has been full for the past month and a half and there are currently no other safe parking sites. The County is working to resolve this. Zero citations issued for New Year's Eve fireworks and calls were considerably lower compared to Independence Day and the prior New Year's Eve.
- ii. **FCFA** - Chief Steve Lieberman – Absent
- iii. **Operations** - Utility Systems Manager - Tony Marraccino - Lopez is at 30.2% full which is 14,939 AF. State Water delivered 51.98 AF and pumped 13.63 AF. 2021 total SWD was 469.98 AF, and 2021 total pumping was 84.51 AF. Continuing with daily rounds; weekly and monthly samples, 29 work orders; 32 USAs; 18 customer service calls and 8 after hours call out: several line breaks on the customer's side; one line break on OCSD; line break at the Old Fire House was also repaired. Other misc. customer calls after hours for assistance. Responded to a power outage at the yard during the rainstorm. Continuing with sewer jetting. Completed meter reads (Nov) and comment codes. Continuing with trash pick up (Ready311) and moving old and new District dual cans for best use. Completed the yearly inspection for cathodic protection. Replaced a fire hydrant that was damaged during a hit and run. Replaced a concrete ring (manhole). Completed the FOG program for 2021. Placed door hangers for utility billing. Completed weed abatement at Well #8. Zero SSO's for Nov and Dec.
- iv. **OCSD General Manager** – Will Clemens – OCSD received approximately \$30,000 in funds from the State Water Board Arrearages Program to help assist residents with delinquent accounts. The credits were applied in December 2021 and letters were sent. Office staff changes made due to the COVID surge; staff is rotating working in the office and working from home. The CDBG grant OCSD applied for (3rd time) for \$225,000 for a water tank rehabilitation has been recommended for allocation and the County of SLO Board of Supervisors will make their final decision in May. In discussions with Caltrans for their Clean California Project on HWY 1 (between Sylvester's Burger and La Tapatia Market & Deli). There was a water line project in the works for this same area that will be reconfigured to avoid the new plaza area. Presentation from the County and Central Coast Water Authority (CCWA) consultants on the Water Management Tool Study. When finalized it will go to the County of

SLO Board of Supervisors and CCWA Board of Directors. This may lead to further agreements between Flood Control and CCWA to further utilize the capacity on the pipeline and excess water supply at the County.

B. BOARD OF DIRECTORS AND OUTSIDE COMMITTEE REPORTS:

- i. Vice President Villa – reported on the 12/9/2021 & 12/16/2021 Oceano Advisory Council (OAC) meetings; 1/12/2022 Integrated Waste Management Authority (IWMA) meeting; 1/11/2022 SLOCOG virtual meeting.
- ii. Director Gibson – reported on 12/7/2021 State Water Board Sub Contractors Meeting.
- iii. President White – None
- iv. Director Austin – None
- v. Director Repogle – None

C. PUBLIC COMMENT ON SPECIAL PRESENTATIONS AND REPORTS: None

7. CONSENT AGENDA:	ACTION:
<p>a. Review and Approval of Minutes for the Regular Meeting of December 8, 2021</p> <p>b. Review of Cash Disbursements</p> <p>c. Introduction of a resolution placing a measure on the ballot for the June 7, 2022, election for voters within District boundaries to decide whether to approve an ordinance establishing a special tax for emergency medical and fire protection services pursuant to California Constitution Article XIII(C), and to set a public hearing for January 26, 2022, to consider adopting the resolution</p>	<p>After an opportunity for public comment, Board and staff discussion, a motion was made by Director Gibson to approve the consent agenda items 7A & 7B as presented with a second from Director Repogle and a 5-0 roll call vote.</p> <p>Public Comment: None</p> <p>After an opportunity for public comment, Board and staff discussion, a motion was made by Director Austin to approve the consent agenda item 7C as presented with a second from Director Gibson and a 4-1 roll call vote, Director Repogle dissented and requested the record to reflect that she continues to oppose this tax for two reasons: 1. It is unfair and inequitable tax 2. this same measure did not pass two years ago, and the Board shouldn't be doing the same thing again.</p> <p>Public Comment : Charles Varni – In opposition of a flat tax and in support of a square footage tax. In support of Oceano receiving TOT (Transient Occupancy Tax) and would like to see the District pursue it more aggressively with the County.</p>

8A. BUSINESS ITEM:	ACTION:
<p>Consideration of 2022 District Priorities and Goals with Board Direction as deemed appropriate.</p>	<p>After an opportunity for public comment, Board and staff discussion, the Board provided the General Manager with direction consistent with staff report.</p> <p>Public Comment: Brenda Lowe – Asked questions about the proposed public hearing and if there would be FAQs provided for any upcoming votes.</p>

9. HEARING ITEMS: None

10. RECEIVED WRITTEN COMMUNICATIONS: See page 4 of the agenda; Charles Varni
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11. **LATE RECEIVED WRITTEN COMMUNICATIONS:** None
12. **FUTURE AGENDA ITEMS:** Deferred Infrastructure Program (as needed), Lopez Water Contract Amendments (2022), Wastewater CIP (Future year), Social Media Policy/ Live Stream Board Meetings (as directed), Bill insert/ mailing policy (as directed), Policy & Procedure Manual review (As directed), CSDA Transparency Certification (as directed), Solid Waste Education Center (As directed)
13. **FUTURE HEARING ITEMS:** January 26, 2022 – Public Hearing Item: Emergency medical and fire protection services pursuant to California Constitution Article XIII(C)
14. **CLOSED SESSION:** None
15. **ADJOURNMENT:** at approximately 6:57 PM



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

PHONE(805) 481-6730 FAX (805) 481-6836

Date: January 26, 2022

To: Board of Directors

From: Carey Casciola, Business and Accounting Manager

Subject: **Agenda Item #7(B): Recommendation to Review Cash Disbursements**

Recommendation

It is recommended that your board review the attached cash disbursements:

Discussion

The following is a summary of the attached cash disbursements:

Description	Check Sequence	Amounts
	59363 - 59388	
Disbursements:		
Regular Payable Register - paid 01/20/2022	59363 - 59380	\$ 595,754.60
Customer Credit Refund - paid 01/20/2022	59381	\$ 106.20
Subtotal:		\$ 595,860.80
Reoccurring Payments for Board Review (authorized by Resolution 2020-06):		
Payroll Disbursements - PPE 01/15/2022	N/A	\$ 32,765.60
Board Member Stipend - August thru December 2021	N/A	\$ 861.20
Mechanics Bank Visa Card Online Payment - paid 01/20/2022	N/A	\$ 310.72
Reoccurring Utility Disbursements - paid 01/20/2022	59382 - 59385	\$ 1,039.55
Reoccurring Health Disbursements - paid 01/20/2022	59386 - 59388	\$ 11,436.59
Subtotal:		\$ 46,413.66
Grand Total:		\$ 642,274.46

Other Agency Involvement

N/A

Other Financial Considerations

Amounts are within the authorized Fund level budgets.

Results

The Board's review of cash disbursements is an integral component of the District's system of internal controls and promotes a well governed community.

COMPANY: 99 - POOLED CASH FUND
ACCOUNT: 1-1001-000 POOLED CASH OPERATING
TYPE: All
STATUS: All
FOLIO: All

CHECK DATE: 0/00/0000 THRU 99/99/9999
CLEAR DATE: 0/00/0000 THRU 99/99/9999
STATEMENT: 0/00/0000 THRU 99/99/9999
VOIDED DATE: 0/00/0000 THRU 99/99/9999
AMOUNT: 0.00 THRU 999,999,999.99
CHECK NUMBER: 059363 THRU 059380

ACCOUNT	--DATE--	--TYPE--	NUMBER	-----DESCRIPTION-----	----AMOUNT---	STATUS	FOLIO	CLEAR DATE	
CHECK:	-----								
1-1001-000	1/20/2022	CHECK	059363	ARAMARK	182.50CR	OUTSTND	A	0/00/0000	UNIFORMS
1-1001-000	1/20/2022	CHECK	059364	CALPORTLAND CONSTRUCTION	113.41CR	OUTSTND	A	0/00/0000	PAVING
1-1001-000	1/20/2022	CHECK	059365	CANNON	49,512.75CR	OUTSTND	A	0/00/0000	CIP-PROP1 SWGP
1-1001-000	1/20/2022	CHECK	059366	FERGUSON ENTERPRISES, INC #135	985.36CR	OUTSTND	A	0/00/0000	SEWER LATERAL SUPPLIES
1-1001-000	1/20/2022	CHECK	059367	FIRST FOUNDATION BANK	14,822.64CR	OUTSTND	A	0/00/0000	CALPERS UAL PAYMENTS
1-1001-000	1/20/2022	CHECK	059368	GSI WATER SOLUTIONS, INC.	1,343.70CR	OUTSTND	A	0/00/0000	NCMA 2021 ANNUAL REPORT
1-1001-000	1/20/2022	CHECK	059369	ICONIX WATERWORKS (US) INC.	162.19CR	OUTSTND	A	0/00/0000	SYSTEM PARTS
1-1001-000	1/20/2022	CHECK	059370	J.B. DEWAR, INC.	365.23CR	OUTSTND	A	0/00/0000	FUEL
1-1001-000	1/20/2022	CHECK	059371	MIER BROS.	301.70CR	OUTSTND	A	0/00/0000	PAVING
1-1001-000	1/20/2022	CHECK	059372	MINER'S ACE HARDWARE, INC.	70.68CR	OUTSTND	A	0/00/0000	OCSD YARD SUPPLIES
1-1001-000	1/20/2022	CHECK	059373	NBS GOVERNMENT FINANCE GROUP	1,500.00CR	OUTSTND	A	0/00/0000	DEMOGRAPHIC SVCS
1-1001-000	1/20/2022	CHECK	059374	OFFICE1	195.00CR	OUTSTND	A	0/00/0000	COPIER MAINTENANCE
1-1001-000	1/20/2022	CHECK	059375	PRO-TECH LANDSCAPE MANAGEMENT,	410.00CR	OUTSTND	A	0/00/0000	LANDSCAPING
1-1001-000	1/20/2022	CHECK	059376	R&R ROLL-OFF LLC	902.64CR	OUTSTND	A	0/00/0000	BULK TRASH
1-1001-000	1/20/2022	CHECK	059377	SAFETY NOW SOLUTIONS LLC	450.00CR	OUTSTND	A	0/00/0000	READY 311 SERVICE
1-1001-000	1/20/2022	CHECK	059378	SLO CO DEPT OF PUBLIC WORKS	522,227.80CR	OUTSTND	A	0/00/0000	STATE WATER
1-1001-000	1/20/2022	CHECK	059379	SWRCB ACCOUNTING OFFICE	763.00CR	OUTSTND	A	0/00/0000	ANNUAL PERMIT FEE
1-1001-000	1/20/2022	CHECK	059380	ZENITH INSURANCE COMPANY	1,446.00CR	OUTSTND	A	0/00/0000	WORKERS COMP INSURANCE

TOTALS FOR ACCOUNT 1-1001-0	CHECK	TOTAL:	595,754.60CR
	DEPOSIT	TOTAL:	0.00
	INTEREST	TOTAL:	0.00
	MISCELLANEOUS	TOTAL:	0.00
	SERVICE CHARGE	TOTAL:	0.00
	EFT	TOTAL:	0.00
	BANK-DRAFT	TOTAL:	0.00

COMPANY: 99 - POOLED CASH FUND
 ACCOUNT: 1-1001-000 POOLED CASH OPERATING
 TYPE: All
 STATUS: All
 FOLIO: All

CHECK DATE: 0/00/0000 THRU 99/99/9999
 CLEAR DATE: 0/00/0000 THRU 99/99/9999
 STATEMENT: 0/00/0000 THRU 99/99/9999
 VOIDED DATE: 0/00/0000 THRU 99/99/9999
 AMOUNT: 0.00 THRU 999,999,999.99
 CHECK NUMBER: 059363 THRU 059380

ACCOUNT --DATE-- --TYPE-- NUMBER -----DESCRIPTION----- ----AMOUNT--- STATUS FOLIO CLEAR DATE

TOTALS FOR POOLED CASH FUND	CHECK	TOTAL:	595,754.60CR
	DEPOSIT	TOTAL:	0.00
	INTEREST	TOTAL:	0.00
	MISCELLANEOUS	TOTAL:	0.00
	SERVICE CHARGE	TOTAL:	0.00
	EFT	TOTAL:	0.00
	BANK-DRAFT	TOTAL:	0.00

COMPANY: 99 - POOLED CASH FUND
 ACCOUNT: 1-1001-000 POOLED CASH OPERATING
 TYPE: All
 STATUS: All
 FOLIO: All

CHECK DATE: 0/00/0000 THRU 99/99/9999
 CLEAR DATE: 0/00/0000 THRU 99/99/9999
 STATEMENT: 0/00/0000 THRU 99/99/9999
 VOIDED DATE: 0/00/0000 THRU 99/99/9999
 AMOUNT: 0.00 THRU 999,999,999.99
 CHECK NUMBER: 059381 THRU 059381

ACCOUNT	--DATE--	--TYPE--	NUMBER	-----DESCRIPTION-----	----AMOUNT---	STATUS	FOLIO	CLEAR DATE	
CHECK: -----									
1-1001-000	1/20/2022	CHECK	059381	SCHLOSBERG, DAVE	106.20CR	OUTSTND	A	0/00/0000	CUSTOMER REFUND - FINAL BILL
TOTALS FOR ACCOUNT 1-1001-0				CHECK	TOTAL:	106.20CR			
				DEPOSIT	TOTAL:	0.00			
				INTEREST	TOTAL:	0.00			
				MISCELLANEOUS	TOTAL:	0.00			
				SERVICE CHARGE	TOTAL:	0.00			
				EFT	TOTAL:	0.00			
				BANK-DRAFT	TOTAL:	0.00			
TOTALS FOR POOLED CASH FUND				CHECK	TOTAL:	106.20CR			
				DEPOSIT	TOTAL:	0.00			
				INTEREST	TOTAL:	0.00			
				MISCELLANEOUS	TOTAL:	0.00			
				SERVICE CHARGE	TOTAL:	0.00			
				EFT	TOTAL:	0.00			
				BANK-DRAFT	TOTAL:	0.00			

Payroll Summary Report
Board of Directors - Agenda Date January 26, 2022

	(*)	
<u>Gross Wages</u>	1/1/2022	1/15/2022
Regular	\$28,211.40	\$28,214.34
Overtime Wages	\$621.25	\$298.04
Stand By	\$550.00	\$600.00
	<u>\$29,382.65</u>	<u>\$29,112.38</u>
Cell Phone Allowance	\$75.00	\$0.00
Total Wages	<u>\$29,457.65</u>	<u>\$29,112.38</u>
 <u>Disbursements</u>		
Net Wages	\$21,712.27	\$21,395.51
State and Federal Agencies	\$5,593.08	\$5,510.64
CalPERS - Normal	\$5,649.49	\$5,699.49
SEIU - Union Fees	\$159.96	\$159.96
Total Disbursements processed with Payroll	<u>\$33,114.80</u>	<u>\$32,765.60</u>
 Health (Disbursed with reoccurring bills)	 \$6,319.46	 \$6,319.46
Total District Payroll Related Costs	<u>\$39,434.26</u>	<u>\$39,085.06</u>

(*) Previously reported in prior Board Meeting packet - provided for comparison.

Board Member Stipend Summary Report
Board of Directors - Agenda Date January 26, 2022

	(*)	
<u>Gross Stipends</u>	11/30/2021	12/31/2021
Board Member Stipends	<u>\$100.00</u>	<u>\$800.00</u>
Gross Stipends	<u>\$100.00</u>	<u>\$800.00</u>
<u>Disbursements</u>		
Net Stipends	\$92.35	\$738.80
State and Federal Agencies	\$15.30	\$122.40
Total Disbursements processed with Stipends	<u>\$107.65</u>	<u>\$861.20</u>

(*) Previously reported in prior Board Meeting packet - provided for comparison.



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

RECEIVED

DEC 09 2021

DIRECTOR'S MONTHLY REQUEST FOR COMPENSATION FOR MEETING ATTENDANCE

NAME: Cynthia Replogle

DATE: 12-08-2021

FOR THE MONTH OF: December 2021

8.1 Each Director is authorized to receive one hundred dollars (\$100.00) as compensation for each regular or special meeting of the Board and fifty dollars (\$50.00) for each committee meeting attended by him or her.

8.2 In no event shall Director compensation exceed one hundred dollars (\$100.00) per day.

8.3 Director compensation shall not exceed six hundred (\$600.00) in any one (1) calendar month.

MEETING DATES: 12-08-2021 and _____

No. of Meetings 1 x \$100.00 = \$ 100

COMMITTEE MEETING(S) OR OTHER REIMBURSEMENT(S)

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

TOTAL COMPENSATION: \$ 100

SIGNATURE: 



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

RECEIVED
JAN 03 2022

DIRECTOR'S MONTHLY REQUEST FOR COMPENSATION FOR MEETING ATTENDANCE

NAME: Allene Villa

DATE: 1/03/2022

FOR THE MONTH OF: August 2021

- 8.1 Each Director is authorized to receive one hundred dollars (\$100.00) as compensation for each regular or special meeting of the Board and fifty dollars (\$50.00) for each committee meeting attended by him or her.
- 8.2 In no event shall Director compensation exceed one hundred dollars (\$100.00) per day.
- 8.3 Director compensation shall not exceed six hundred (\$600.00) in any one (1) calendar month.

MEETING DATES: August 25 and _____

No. of Meetings 1 x \$100.00 = \$ 100

COMMITTEE MEETING(S) OR OTHER REIMBURSEMENT(S)

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

TOTAL COMPENSATION: \$ 100.⁰⁰

SIGNATURE: 



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

RECEIVED
JAN 03 2022

DIRECTOR'S MONTHLY REQUEST FOR COMPENSATION FOR MEETING ATTENDANCE

NAME: Allene Villa

DATE: 1/03/2022

FOR THE MONTH OF: September 2021

- 8.1 Each Director is authorized to receive one hundred dollars (\$100.00) as compensation for each regular or special meeting of the Board and fifty dollars (\$50.00) for each committee meeting attended by him or her.
- 8.2 In no event shall Director compensation exceed one hundred dollars (\$100.00) per day.
- 8.3 Director compensation shall not exceed six hundred (\$600.00) in any one (1) calendar month.

MEETING DATES: September 8 and September 22

No. of Meetings 2 x \$100.00 = \$ 200.

COMMITTEE MEETING(S) OR OTHER REIMBURSEMENT(S)

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

TOTAL COMPENSATION: \$ 200.⁰⁰

SIGNATURE: 



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

RECEIVED
JAN 13 2022

DIRECTOR'S MONTHLY REQUEST FOR COMPENSATION FOR MEETING ATTENDANCE

NAME: Allene Villa

DATE: 1/03/2022

FOR THE MONTH OF: November 2021

- 8.1 Each Director is authorized to receive one hundred dollars (\$100.00) as compensation for each regular or special meeting of the Board and fifty dollars (\$50.00) for each committee meeting attended by him or her.
- 8.2 In no event shall Director compensation exceed one hundred dollars (\$100.00) per day.
- 8.3 Director compensation shall not exceed six hundred (\$600.00) in any one (1) calendar month.

MEETING DATES: November 10 and _____

No. of Meetings 1 x \$100.00 = \$ 100.00

COMMITTEE MEETING(S) OR OTHER REIMBURSEMENT(S)

DATE: _____	MEETING: _____	AMOUNT: \$ _____
DATE: _____	MEETING: _____	AMOUNT: \$ _____
DATE: _____	MEETING: _____	AMOUNT: \$ _____
DATE: _____	MEETING: _____	AMOUNT: \$ _____

TOTAL COMPENSATION: \$ 100.00

SIGNATURE:  _____



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

RECEIVED

JAN 03 2022

DIRECTOR'S MONTHLY REQUEST FOR COMPENSATION FOR MEETING ATTENDANCE

NAME: Alfonso Villa

DATE: 1/03/2022

FOR THE MONTH OF: December 2021

8.1 Each Director is authorized to receive one hundred dollars (\$100.00) as compensation for each regular or special meeting of the Board and fifty dollars (\$50.00) for each committee meeting attended by him or her.

8.2 In no event shall Director compensation exceed one hundred dollars (\$100.00) per day.

8.3 Director compensation shall not exceed six hundred (\$600.00) in any one (1) calendar month.

MEETING DATES: December 8 and _____

No. of Meetings 1 x \$100.00 = \$ 100.00

COMMITTEE MEETING(S) OR OTHER REIMBURSEMENT(S)

DATE: _____ MEETING: _____ AMOUNT: \$ _____

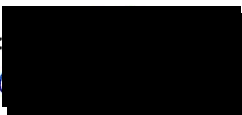
DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

DATE: _____ MEETING: _____ AMOUNT: \$ _____

TOTAL COMPENSATION: \$ 100.00

SIGNATURE: _____





Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

RECEIVED
JAN 03 2022

DIRECTOR'S MONTHLY REQUEST FOR COMPENSATION FOR MEETING ATTENDANCE

NAME: KAREN M WHITE

DATE: 1/3/2022

FOR THE MONTH OF: November + December

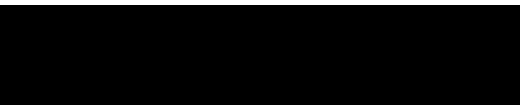
- 8.1 Each Director is authorized to receive one hundred dollars (\$100.00) as compensation for each regular or special meeting of the Board and fifty dollars (\$50.00) for each committee meeting attended by him or her.
- 8.2 In no event shall Director compensation exceed one hundred dollars (\$100.00) per day.
- 8.3 Director compensation shall not exceed six hundred (\$600.00) in any one (1) calendar month.

MEETING DATES: 11/10/2021 and 12/8/2021
 No. of Meetings 2 x \$100.00 = \$ 200⁰⁰/₁₀₀

COMMITTEE MEETING(S) OR OTHER REIMBURSEMENT(S) NONE

DATE: _____ MEETING: _____ AMOUNT: \$ _____
 DATE: _____ MEETING: _____ AMOUNT: \$ _____
 DATE: _____ MEETING: _____ AMOUNT: \$ _____
 DATE: _____ MEETING: _____ AMOUNT: \$ _____

TOTAL COMPENSATION: \$ 200⁰⁰/₁₀₀

SIGNATURE: 

Oceano Community Services District
Mechanics Bank Visa Card

A/P Visa Card Disbursement

Date	Transaction Name	Amount	Description	GL Account #
01/03/2022	DEBIT ZOOM.US 888-799-9666 WWW.ZOOM.	(\$46.74)	OFFICE EXPENSE	01-5-4100-200
12/27/2021	DEBIT RETURNED PAYMENT FEE	(\$35.00)	BANK FEE	01-5-4100-193
12/20/2021	DEBIT INTUIT *QuickBooks Onl CL.INTUIT	(\$50.00)	PERMITS, FEES LICENSES	01-5-4100-248
12/15/2021	DEBIT WAL-MART #2556 ARROYO GRA	(\$18.25)	OFFICE EXPENSE	01-5-4100-200
12/13/2021	DEBIT AMS*SERVICE FEE 101653 888-91477	(\$1.49)	CIP-PROP1 SWGP	02-5-4400-361
12/13/2021	DEBIT SLO CLERK RECORDER 805-78150	(\$100.00)	CIP-PROP1 SWGP	02-5-4400-361
12/06/2021	DEBIT MSFT * E0400GOZ4G MSBILL.IN	(\$12.50)	PERMITS, FEES LICENSES	01-5-4100-248
12/03/2021	DEBIT ZOOM.US 888-799-9666 WWW.ZOOM.	(\$46.74)	OFFICE EXPENSE	01-5-4100-200

Total ACH - 01/20/2022 (\$310.72)

01/26/2022 Board Meeting - Mechanics Visa Card Online Payment - paid 01/20/2022	\$310.72
---	-----------------

COMPANY: 99 - POOLED CASH FUND
 ACCOUNT: 1-1001-000 POOLED CASH OPERATING
 TYPE: All
 STATUS: All
 FOLIO: All

CHECK DATE: 0/00/0000 THRU 99/99/9999
 CLEAR DATE: 0/00/0000 THRU 99/99/9999
 STATEMENT: 0/00/0000 THRU 99/99/9999
 VOIDED DATE: 0/00/0000 THRU 99/99/9999
 AMOUNT: 0.00 THRU 999,999,999.99
 CHECK NUMBER: 059382 THRU 059385

ACCOUNT	--DATE--	--TYPE--	NUMBER	-----DESCRIPTION-----	----AMOUNT---	STATUS	FOLIO	CLEAR DATE	
CHECK:									
1-1001-000	1/20/2022	CHECK	059382	CHARTER COMMUNICATIONS	150.00CR	OUTSTND	A	0/00/0000	INTERNET - COMMUNICATIONS
1-1001-000	1/20/2022	CHECK	059383	COASTAL COPY, INC.	230.05CR	OUTSTND	A	0/00/0000	COPIES/MAINTENANCE
1-1001-000	1/20/2022	CHECK	059384	DIGITAL WEST NETWORKS, INC.	402.40CR	OUTSTND	A	0/00/0000	PHONES
1-1001-000	1/20/2022	CHECK	059385	SO CAL GAS	257.10CR	OUTSTND	A	0/00/0000	UTILITY
TOTALS FOR ACCOUNT 1-1001-0				CHECK	TOTAL:	1,039.55CR			
				DEPOSIT	TOTAL:	0.00			
				INTEREST	TOTAL:	0.00			
				MISCELLANEOUS	TOTAL:	0.00			
				SERVICE CHARGE	TOTAL:	0.00			
				EFT	TOTAL:	0.00			
				BANK-DRAFT	TOTAL:	0.00			
TOTALS FOR POOLED CASH FUND				CHECK	TOTAL:	1,039.55CR			
				DEPOSIT	TOTAL:	0.00			
				INTEREST	TOTAL:	0.00			
				MISCELLANEOUS	TOTAL:	0.00			
				SERVICE CHARGE	TOTAL:	0.00			
				EFT	TOTAL:	0.00			
				BANK-DRAFT	TOTAL:	0.00			

COMPANY: 99 - POOLED CASH FUND
ACCOUNT: 1-1001-000 POOLED CASH OPERATING
TYPE: All
STATUS: All
FOLIO: All

CHECK DATE: 0/00/0000 THRU 99/99/9999
CLEAR DATE: 0/00/0000 THRU 99/99/9999
STATEMENT: 0/00/0000 THRU 99/99/9999
VOIDED DATE: 0/00/0000 THRU 99/99/9999
AMOUNT: 0.00 THRU 999,999,999.99
CHECK NUMBER: 059386 THRU 059388

ACCOUNT	--DATE--	--TYPE--	NUMBER	-----DESCRIPTION-----	----AMOUNT----	STATUS	FOLIO	CLEAR DATE	
CHECK:									
1-1001-000	1/20/2022	CHECK	059386	ANTHEM BLUE CROSS	9,430.54CR	OUTSTND	A	0/00/0000	EMPLOYEE INSURANCE
1-1001-000	1/20/2022	CHECK	059387	PRINCIPAL LIFE INSURANCE COMPA	1,387.84CR	OUTSTND	A	0/00/0000	EMPLOYEE INSURANCE
1-1001-000	1/20/2022	CHECK	059388	TASC -CLIENT INVOICES	618.21CR	OUTSTND	A	0/00/0000	FSA ADM FEE, ANNUAL RENEWAL FEE
TOTALS FOR ACCOUNT 1-1001-0				CHECK	TOTAL:	11,436.59CR			
				DEPOSIT	TOTAL:	0.00			
				INTEREST	TOTAL:	0.00			
				MISCELLANEOUS	TOTAL:	0.00			
				SERVICE CHARGE	TOTAL:	0.00			
				EFT	TOTAL:	0.00			
				BANK-DRAFT	TOTAL:	0.00			
TOTALS FOR POOLED CASH FUND				CHECK	TOTAL:	11,436.59CR			
				DEPOSIT	TOTAL:	0.00			
				INTEREST	TOTAL:	0.00			
				MISCELLANEOUS	TOTAL:	0.00			
				SERVICE CHARGE	TOTAL:	0.00			
				EFT	TOTAL:	0.00			
				BANK-DRAFT	TOTAL:	0.00			



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

Date: January 26, 2022
To: Board of Directors
From: Carey Casciola, Business and Accounting Manager
Subject: **Agenda Item #7(C): Adopt a Resolution Re-Authorizing Remote Teleconference Meetings**

Recommendation

It is recommended that your Board adopt a Resolution Re-Authorizing Remote Teleconference Meetings

Discussion

The District continues to carefully monitor the COVID-19 Coronavirus pandemic and follow the direction of the County Public Health Department in coordination with other local agencies. The Virtual Public Meeting Protocols were adopted by the Board on April 8, 2020, and revised on July 8, 2020, with the Declaration to alter the meeting location and establish virtual public meeting protocols because of the coronavirus pandemic.

AB 361 was signed by the Governor on September 16, 2021, which allows public agencies to continue to meet remotely during the state of emergency. On November 10, 2021, the Governor issued an executive order N-21-21 that extended the emergency proclamation through March 31, 2022. The Board has adopted four Resolutions authorizing remote teleconference meetings since the month of October. Attached is a Resolution to re-authorize remote teleconference meetings for the period of February 1st to February 30th. Adoption of the Resolution will allow the District to continue to hold remote meetings and help protect the health of the public, Board members, and staff.

Staff intends to continue with remote public meetings for as long as legally permissible. Once in-person meetings resume, the District will continue to follow County Public Health Department recommendations and OSHA regulations. The Brown Act does allow for continued use of videoconference locations under normal circumstances, however, notice of public meetings must be posted at each location and the public must be able to attend at each location.

Other Agency Involvement

None

Other Financial Considerations

None



Oceano Community Services District

Board of Directors Meeting

Results

The District's response to the COVID-19 pandemic contributes to a safe, healthy, livable, and well-governed community.

Attachments:

- Resolution

RESOLUTION NO. 2022 -

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE OCEANO COMMUNITY SERVICES DISTRICT PROCLAIMING A LOCAL EMERGENCY PERSISTS, RE-RATIFYING THE PROCLAMATION OF A STATE OF EMERGENCY BY THE GOVERNOR ISSUED ON MARCH 4, 2020 AND THEN EXTENDED ON NOVEMBER 10, 2021, AND RE-AUTHORIZING REMOTE TELECONFERENCE MEETINGS OF THE OCEANO COMMUNITY SERVICES DISTRICT FOR THE PERIOD FEBRUARY 1ST TO FEBRUARY 30TH PURSUANT TO BROWN ACT PROVISIONS.

WHEREAS, the Oceano Community Services District is committed to preserving and nurturing public access and participation in meetings of the Board of Directors; and

WHEREAS, all meetings of Oceano Community Services District are open and public, as required by the Ralph M. Brown Act (Cal. Gov. Code 54950 – 54963), so that any member of the public may attend, participate, and watch the District’s legislative bodies conduct their business; and

WHEREAS, the Brown Act, Government Code section 54953(e), makes provision for remote teleconferencing participation in meetings by members of a legislative body, without compliance with the requirements of Government Code section 54953(b)(3), subject to the existence of certain conditions; and

WHEREAS, a required condition is that a state of emergency is declared by the Governor pursuant to Government Code section 8625, proclaiming the existence of conditions of disaster or of extreme peril to the safety of persons and property within the state caused by conditions as described in Government Code section 8558; and

WHEREAS, a proclamation is made when there is an actual incident, threat of disaster, or extreme peril to the safety of persons and property within the jurisdictions that are within the District’s boundaries, caused by natural, technological or human-caused disasters; and

WHEREAS, it is further required that state or local officials have imposed or recommended measures to promote social distancing, or, the legislative body meeting in person would present imminent risks to the health and safety of attendees; and

WHEREAS, the Board of Directors previously adopted a Resolution 2021-10 on September 22, 2021 finding that the requisite conditions exist for the legislative bodies of Oceano Community Services District to conduct remote teleconference meetings without compliance with paragraph (3) of subdivision (b) of section 54953; and

WHEREAS, as a condition of extending the use of the provisions found in section 54953(e), the Board of Directors must reconsider the circumstances of the state of emergency that exists in the District, and the Board of Directors has done so; and

WHEREAS, such conditions now exist in the District, specifically, the State of Emergency declared by Governor Newsom on March 4, 2020 due to COVID-19 and then extended with executive order N-21-21 on November 10, 2021 and the Proclamation of Local Emergency declared by the County of San Luis Obispo on March 13, 2020; and

WHEREAS, on September 1, 2021, the San Luis Obispo County Health Officer issued Order Number 6 requiring face coverings in all public indoor settings attributable to the rise in SARS-CoV-2 Delta Variant; and

WHEREAS, the Board of Directors does hereby find that the rise in SARS-CoV-2 Delta Variant has caused, and will continue to cause, conditions of peril to the safety of persons within the District that are likely to be beyond the control of services, personnel, equipment, and facilities of the District, and desires to affirm a local emergency exists and re-ratify the proclamation of state of emergency by the Governor of the State of California and the San Luis Obispo County Health Officer's Order Number 6; and

WHEREAS, as a consequence of the local emergency persisting, the Board of Directors does hereby find that the legislative bodies of the Oceano Community Services District shall continue to conduct their meetings without compliance with paragraph (3) of subdivision (b) of Government Code section 54953, as authorized by subdivision (e) of section 54953, and that such legislative bodies shall continue to comply with the requirements to provide the public with access to the meetings as prescribed in paragraph (2) of subdivision (e) of section 54953; and

WHEREAS, the Board of Directors adopted virtual meeting protocols on July 8, 2020 which include options for public participation.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF OCEANO COMMUNITY SERVICES DISTRICT DOES HEREBY RESOLVE AS FOLLOWS:

1. Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.
2. Section 2. Affirmation that Local Emergency Persists. The Board of Directors hereby considers the conditions of the state of emergency in the District and proclaims that a local emergency persists throughout the District, and COVID-19 has caused, and will continue to cause, conditions of peril to the safety of persons within the District that are likely to be beyond the control of services, personnel, equipment, and facilities of the District.
3. Section 3. Re-ratification of Governor's Proclamation of a State of Emergency. The Board hereby ratifies the Governor of the State of California's Proclamation of State of Emergency, effective as of its issuance date of March 4, 2020 and then extended with executive order N-21-21 on November 10, 2021.

4. Section 4. Remote Teleconference Meetings. The General Manager, staff and legislative bodies of Oceano Community Services District are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution including, continuing to conduct open and public meetings in accordance with Government Code section 54953(e) and other applicable provisions of the Brown Act.

5. Section 5. Effective Date of Resolution. This Resolution shall take effect on February 1st and shall be effective until the earlier of (i) February 30th, or such time the Board of Directors adopts a subsequent resolution in accordance with Government Code section 54953(e)(3) to extend the time during which the legislative bodies of Oceano Community Services District may continue to teleconference without compliance with paragraph (3) of subdivision (b) of section 54953.

PASSED AND ADOPTED by the Board of Directors of Oceano Community Services District on _____ by the following roll call votes:

AYES:
NOES:
ABSENT:
ABSTAIN:

President of the Board of Directors

ATTEST:

Secretary for the Board of Directors



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

Date: January 26, 2022

To: Board of Directors

From: Carey Casciola, Business and Accounting Manager

Subject: **Agenda Item #7(D): Annual review of the District's Investment Policy and Consideration of a Recommendation to approve a resolution adopting the District's 2022 Investment Policy, a resolution to designate certain banks or savings loan associations as depositories, and submittal of the District 2021 Annual Treasurer Report and the District Fiscal Year 2021-22 Quarter 2 Treasurer Report**

Recommendation

It is recommended that your Board:

1. Adopt the attached resolution adopting the District's 2022 Investment Policy.
2. Adopt the attached resolution to designate certain banks or savings loan association as depositories
3. Receive and file the District's 2021 Annual Treasurer Report.
4. Receive and file the District's 2021-22 Quarter 2 Treasurer Report.

Discussion

California Government Code Section 53646(A)(2) requires local government entities to adopt an annual investment policy. In January 2021 resolution 2021-01 was adopted by the Board establishing the 2021 Investment Policy. Section 7(B) of the Investment Policy requires an annual report (Attachment A) that includes either the re adoption of the District's current annual investment policy or an amendment to the current investment policy. Last year the Mechanics account ending in 5783 was removed after it was closed to reduce bank fees. The only amendment recommended to the 2022 Investment Policy at this time is to add Chase bank to the list of depositories for the District in section 6A(2) of the policy. Staff was contacted by Chase bank while working on the CalPERs refinancing agreement and based on the advantages to administration tasks and the reduction in bank fees the District would be better served with Chase Bank as a depository option. See Attachment "B" for the edited resolution and policy.

The policy also established the quarterly reports that have been provided to your Board on the consent agenda at the end of each quarter and the second quarter report for fiscal year 2021-22 (Attachment D).

Other Agency Involvement

The County of San Luis Obispo collects property tax revenues and is the depository of District funds.



Other Financial Considerations

By moving to Chase bank, the District is estimated to reduce bank fees by \$200 a month or \$2,400 annually.

Results

Reviewing the existing investment policy in accordance with the Government Code and considering the attached resolution promotes a well governed community.

Attachments:

- Attachment A - Annual 2022 Final Treasurer Report
- Attachment B - Edited Resolution – Redline / Strikeout Version comparison to 2021 Investment Policy
- Attachment C – Resolution to Designate Certain Banks
- Attachment D – 2021-22 2nd Quarter Treasurer Report

Oceano Community Services District
2021 Annual Treasurer Report

<u>Account</u>	<u>Quarter</u>	<u>Beginning Balance</u>	<u>Credits</u>	<u>Debits</u>	<u>Ending Balance</u>	<u>Total</u>
<u>County of San Luis Obispo Accounts:</u>						
Oceano CSD - Water Rev - 31215 (*) (Revenue Bond)	FY 20-21 Q3	\$108.42	\$0.30	(\$108.72)	\$0.00	
	FY 20-21 Q4	\$0.00	\$0.00	\$0.00	\$0.00	
	FY 21-22 Q1	\$0.00	\$0.00	\$0.00	\$0.00	
	FY 21-22 Q2	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Oceano CSD - 41005 (Property Taxes)	FY 20-21 Q3	\$1,664,706.01	\$187,973.64	(\$457,858.82)	\$1,394,820.83	
	FY 20-21 Q4	\$1,394,820.83	\$305,512.99	(\$26,185.28)	\$1,674,148.54	
	FY 21-22 Q1	\$1,674,148.54	\$37,689.58	(\$569,422.91)	\$1,142,415.21	
	FY 21-22 Q2	\$1,142,415.21	\$686,274.26	(\$4,391.27)	\$1,824,298.20	\$1,824,298.20
Oceano CSD - 41045 (*) (Sanitary District Bond - Paid Off)	FY 20-21 Q3	\$4.78	\$0.01	(\$4.79)	\$0.00	
	FY 20-21 Q4	\$0.00	\$0.00	\$0.00	\$0.00	
	FY 21-22 Q1	\$0.00	\$0.00	\$0.00	\$0.00	
	FY 21-22 Q2	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
					County Total	\$1,824,298.20
<u>Mechanics Bank Accounts:</u>						
Public Checking - 1101 (General Checking Acct)	FY 20-21 Q3	\$731,161.77	\$796,378.56	(\$726,021.71)	\$801,518.62	
	FY 20-21 Q4	\$801,518.62	\$1,141,151.40	(\$676,542.43)	\$1,266,127.59	
	FY 21-22 Q1	\$1,266,127.59	\$783,650.51	(\$467,371.96)	\$1,582,406.14	
	FY 21-22 Q2	\$1,582,406.14	\$1,160,547.96	(\$984,723.06)	\$1,758,231.04	\$1,758,231.04
Public Fund CD - 7655 (Water Fund Deposit)	FY 20-21 Q3	\$24,424.98	\$36.84	\$0.00	\$24,461.82	
	FY 20-21 Q4	\$24,461.82	\$36.33	\$0.00	\$24,498.15	
	FY 21-22 Q1	\$24,498.15	\$37.07	\$0.00	\$24,535.22	
	FY 21-22 Q2	\$24,535.22	\$36.72	\$0.00	\$24,571.94	\$24,571.94
Public Investment Money Market - 0161 (Public Facilities Fees)	FY 20-21 Q3	\$270,285.42	\$26.66	\$0.00	\$270,312.08	
	FY 20-21 Q4	\$270,312.08	\$26.86	\$0.00	\$270,338.94	
	FY 21-22 Q1	\$270,338.94	\$24.99	(\$69,556.10)	\$200,807.83	
	FY 21-22 Q2	\$200,807.83	\$20.24	\$0.00	\$200,828.07	\$200,828.07
					Mechanics Total	\$1,983,631.05
					Total	\$3,807,929.25

(*) During the FY 20-21 third quarter the District consolidated the two paid off bond accounts held at the County into account 41005.

**OCEANO COMMUNITY SERVICES DISTRICT
RESOLUTION NO. 202~~21~~-____**

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE OCEANO COMMUNITY SERVICES DISTRICT ADOPTING THE YEAR 202~~21~~ DISTRICT INVESTMENT POLICY

WHEREAS, the Board of Directors of the Oceano Community Services District ("District") has a fiduciary responsibility to assure that public funds are invested in financial instruments and institutions in accordance with State and Federal law and District guidelines; and,

WHEREAS, District funds will be available from time to time that would be beneficial to invest in financial instruments in accordance with the Year 202~~21~~ Investment Policy (Exhibit A) and deposited in interest bearing accounts, in banks or financial institutions having offices within the State; and,

WHEREAS, the Board of Directors finds that it is impractical to expect that the District will hire and provide continuous training to the District Finance Officer/Treasurer to meet the "Prudent Investor Standard" requirements established in Government Code Section 53600.3, and that the District Board of Directors shall authorize investments in accordance with the provisions of the District's current Investment Policy and the California Government Code.

NOW, THEREFORE, BE IT RESOLVED, by the Board of Directors of the Oceano Community Services District that the District Finance Officer/Treasurer is hereby authorized to deposit for safe keeping all money belonging to, or in the custody of, the District pursuant to Exhibit A, the District's Year 202~~21~~ Investment Policy; and,

BE IT FURTHER RESOLVED that the District hereby adopts a Statement of Investment Policy attached here to as Exhibit A, Year 202~~21~~ Investment Policy, which supersedes any previously adopted or utilized policies and that this Policy be effective immediately.

On motion by _____, seconded by _____ and carried on the following roll call vote, to wit:

AYES:
NAYES:
ABSENT:
ABSTAIN:

The foregoing Resolution is hereby passed and adopted this ____ day of January, 202~~21~~.

ATTEST:

President, Board of Directors
of the Oceano Community Services District

Board Secretary of the
Oceano Community Services District

RESOLUTION 2022~~1~~-
___ EXHIBIT A

YEAR 202~~1~~ INVESTMENT POLICY
OCEANO COMMUNITY SERVICES DISTRICT

1. INTRODUCTION

The purpose of this Investment Policy is to establish the guidelines for the prudent investment of Oceano Community Services District funds (herein referred to as District funds).

District funds are to be managed with a high degree of care and prudence. Though all investments contain a degree of risk, the proper concern for prudence, high ethical standards, and proper delegation of authority reduces the potential for any realized loss.

This Policy establishes the standards under which the District's Finance Officer/Treasurer will conduct business with financial institutions with regard to the investment process.

2. FINANCE OFFICER/TREASURER

The Board of Directors appoints the General Manager as the District Finance Officer/Treasurer. ~~The General Manager,~~ The General Manager may appoint the Business and Accounting Manager to act as the District Finance Officer/Treasurer.

3. SCOPE

The District investment portfolio shall consist of money in the District's treasury not required for the immediate necessities of the District. The District funds shall be invested in accordance with this Policy.

4. OBJECTIVES

The primary objectives are safety, liquidity, and yield as stated in paragraphs 4.A. - 4.D. below, and in compliance with California and Federal law.

A. SAFETY

The investment portfolio shall be managed in a manner that ensures the preservation of capital. The objective is to minimize credit risk and interest rate risk.

B. LIQUIDITY

The investment portfolio shall remain sufficiently liquid to meet all operating requirements. This shall be accomplished by structuring the investment

portfolio so that investments mature concurrently with cash needs.

C. **YIELD**

Yield shall be a consideration only after the requirement of safety and liquidity have been met.

D. **COMPLIANCE**

This Investment Policy is written to be in compliance with California and Federal law.

5. **STANDARDS OF CARE**

A. **PRUDENCE**

When investing, reinvesting, purchasing, acquiring, exchanging, selling, and managing public funds in the District's investment portfolio, the Finance Officer/Treasurer shall act with care, skill, prudence, and diligence under the circumstances then prevailing, that a prudent person acting in a like capacity and familiarity with those matters would use in the management of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the District.

B. **DISCLOSURES**

The Finance Officer/Treasurer shall disclose any material interest in financial institutions with which he/she conducts the District business.

6. **INVESTMENTS AUTHORITY**

A. **PERMITTED INVESTMENTS**

The District Finance Officer/Treasurer is authorized to invest in the following institutions:

1. County pooled funds (California Government Code Section 61730).
2. Mechanics and Chase Bank, both an FDIC insured Banks, in the accounts specified by the Board of Directors, including those accounts ending in 0161, 1101, ; 7655 at Mechanics and a checking account at Chase Bank to be established and approved by the Board during 2022. Any additional accounts or investments in Mechanics or Chase Bank require advanced approval by the Board of Directors.
3. Such other financial institutions or securities that may be specifically approved by the Board of Directors from time to time in compliance with California and Federal law.
4. Local Agency Investment Fund (California Government Code Section 16429.1) in the accounts approved by the Board of Directors.

B. **PROHIBITED INVESTMENTS**

The District's Finance Officer/Treasurer shall not invest in any investment not specifically authorized by the Board of Directors, and in no event shall the Board of Directors authorize any of the following:

- C. Inverse floaters, range notes, or interest only strips that are derived from a pool of mortgages.
- D. Any security that could result in a zero interest accrual if held to maturity.
- E. A state or federal credit union, if a member of the District's Board of Directors or an administrative officer also serves on the Board of Directors, or any committee appointed by the Board of Directors, or the credit committee or supervisory committee of the state or federal credit union.
- F. Any instrument rated lower than Bank investment grade.

C. DIVERSIFICATION

Investments, other than investments referenced in paragraphs A. (1) and (2) above, should be diversified to avoid losses that may be associated with any one investment.

7. REPORTS

A. QUARTERLY REPORT

The Finance Officer/Treasurer shall file a quarterly report that identifies the District's investments and their compliance with the District's Investment Policy. The quarterly report shall be filed with the District's auditor and considered by the District's Board of Directors within thirty (30) days after the end of each quarter (i.e., by May 1, August 1, November 1, and February 1) (California Government Code Section 53646). Required elements of the quarterly report are as follows:

- 1. Type of Investment
- 2. Institution
- 3. Date of Maturity (if applicable)
- 4. Amount of Deposit or Cost of the Security
- 5. Current Market Value of Securities with Maturity in Excess of Twelve Months (if applicable)
- 6. Rate of Interest
- 7. Statement Relating the Report to the Statement of Investment Policy
- 8. Statement that there are Sufficient Funds to Meet the Next 30 Days' Obligations
- 9. Accrued Interest (if applicable)

B. ANNUAL REPORT

Prior to February 1 of each year, the Finance Officer/Treasurer shall file and submit an annual report to the District's auditor and Board of Directors which will contain the same information required in the quarterly report.

The annual report will include a recommendation to the Board of Directors to either:

1. Readopt the District's then current annual Investment Policy.
2. Amend the District's then current Investment Policy.

C. LIMITED QUARTERLY REPORT

If the District has placed all of its investments in the Local Agency Investment Fund (LAIF), created by California Government Code Section 16429.1, or in Federal Deposit Insurance Corporation, insured accounts in a bank, in a County investment pool, or any combination of these, the Finance Officer/Treasurer may submit to the Board of Directors and the auditor of the District the most recent statement or statements received by the District from these institutions in lieu of the information required in paragraph 7.A., above. This special reporting policy does not relieve the Finance Officer/Treasurer of the obligation to prepare an annual investment statement as identified in paragraph 7.B., above.

RESOLUTION NO. 2022-

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE OCEANO
COMMUNITY SERVICES DISTRICT DESIGNATING CERTAIN BANKS
OR SAVINGS LOAN ASSOCIATIONS AS DEPOSITORIES**

WHEREAS, the District desires to designate certain FDIC insured banks or savings and loan associations as District Depositories in accordance with the District’s Investment Policy; and

NOW, THEREFORE, IT IS HEREBY RESOLVED by the Board of Directors of the Oceano Community Services District, as follows:

The following FDIC insured banks and savings and loan associations are designated as future possible depositories of any and all District funds:

- A. Mechanics
- B. Chase Bank

PASSED AND ADOPTED by the Board of Directors of the Oceano Community Services District on _____, by the following roll call votes:

AYES:

NOES:

ABSENT:

ABSTAINED:

President, Board of Directors
of the Oceano Community Services District

ATTEST:

Board Secretary of the
Oceano Community Services

APPROVED AS TO FORM:

Jeffrey A. Minnery, District Counsel

Oceano Community Services District 2021-22 Treasurer Report - Quarter 2

<u>Account</u>	<u>Month</u>	<u>Beginning Balance</u>	<u>Credits</u>	<u>Debits</u>	<u>Ending Balance</u>	<u>Quarter Ending Balance</u>
<u>County of San Luis Obispo Accounts:</u>						
Oceano CSD - 41005 (Property Taxes)	Oct-21	\$1,142,415.21	\$168,551.52	(\$454.73)	\$1,310,512.00	
	Nov-21	\$1,310,512.00	\$162,408.68	\$0.00	\$1,472,920.68	
	Dec-21	\$1,472,920.68	\$355,314.06	(\$3,936.54)	\$1,824,298.20	\$1,824,298.20
					County Total	\$1,824,298.20
<u>Mechanics Bank Accounts:</u>						
Public Checking - 1101 (General Checking Acct)	Oct-21	\$1,582,406.14	\$507,989.62	(\$412,019.24)	\$1,678,376.52	
	Nov-21	\$1,678,376.52	\$112,938.31	(\$162,315.66)	\$1,628,999.17	
	Dec-21	\$1,628,999.17	\$539,620.03	(\$410,388.16)	\$1,758,231.04	\$1,758,231.04
Public Fund CD - 7655 (Water Fund Deposit)	Oct-21	\$24,535.22	\$12.10	\$0.00	\$24,547.32	
	Nov-21	\$24,547.32	\$12.51	\$0.00	\$24,559.83	
	Dec-21	\$24,559.83	\$12.11	\$0.00	\$24,571.94	\$24,571.94
Public Investment Money Market - 0161 (Public Facilities Fees)	Oct-21	\$200,807.83	\$6.38	\$0.00	\$200,814.21	
	Nov-21	\$200,814.21	\$7.04	\$0.00	\$200,821.25	
	Dec-21	\$200,821.25	\$6.82	\$0.00	\$200,828.07	\$200,828.07
					Mechanics Total	\$1,983,631.05
					Total	\$3,807,929.25



Oceano Community Services District

1655 Front Street, P.O. Box 599, Oceano, CA 93475

(805) 481-6730 FAX (805) 481-6836

Date: January 26, 2022

To: Board of Directors

From: Will Clemens, General Manager

Subject: **Agenda Item # 9(A):** Public Hearing to consider adoption of a resolution for placing a measure on the ballot for the June 7, 2022, election for voters within District boundaries to decide whether to approve an ordinance establishing a special tax for emergency medical and fire protection services.

Recommendation

It is recommended that the Board adopt a resolution for placing a measure on the ballot for the June 7, 2022, election for voters within District boundaries to decide whether to approve an ordinance establishing a special tax for emergency medical and fire protection services.

Discussion

The Five Cities Fire Authority (FCFA) was formed July 9, 2010, based upon a Joint Exercise of Powers Agreement (JPA) entered by the cities of Arroyo Grande and Grover Beach, and the Oceano Community Services District (OCS D). The FCFA is a consolidation of three individual fire departments, operating out of the three existing member community fire stations.

A five-year Strategic Plan was adopted by the FCFA Board of Directors in 2017 and has provided a foundation for needed investment to replace obsolete capital equipment including fire engines and self-contained breathing apparatus, along with critically needed staffing. The plan, along with the JPA, budgets and other FCFA documents can be obtained at: <http://www.fivecitiesfireauthority.org/documents>.

Due to both the need to reevaluate the existing JPA provisions and the increased investment in the fire department, the member communities approved the initial Memorandum of Agreement (MOA) amending the FCFA JPA in May 2018. The intent of this amendment was to facilitate a negotiation of the existing cost sharing methodology and to consider changes to specific language in the existing agreement.

Based on staff recommendations, the member communities approved a second amendment to the JPA in June 2019 to change the JPA funding formula to provide greater equity in funding among member agencies. This change would first be implemented with a transitional change to the original funding formula along with a provision requiring Oceano to place a revenue measure on the ballot in March 2020 to provide additional long-term funding for fire and emergency medical services. The amendment identified both a future funding formula (should Oceano be successful with their election) along with a defined "wind-down" process timeline should a



member community leave the JPA or the JPA were to be dissolved. The amendment committed the member communities to a specific funding level through June 30, 2021.

The March 2020 Oceano election failed to pass by 10 votes. This indicated that over 66% of Oceano voters desired to remain as part of the FCFA and were willing to pay more to fund emergency fire and medical service in Oceano. In June 2020, a third amendment to the JPA was approved given the very slim margin of the Oceano revenue measure defeat. This allowed the communities to extend their existing contribution amounts for an additional two years to provide certainty and stability for the agencies when planning for fire service costs considering the economic challenges associated with COVID-19 at the time.

The third amendment identifies the following:

- The communities continue to contribute at the same funding levels identified in the second amendment to the JPA
- Oceano agreed to undertake the legally required procedures for either a citizen initiative or District initiated measure to place a special tax on the 2022 primary ballot
- Should the ballot measure pass, the new funding formula will be implemented July 1, 2022
- Should the ballot measure fail, a wind-down period (and related work program) will result in Oceano no longer being part of the JPA effective June 30, 2023
- Work program elements related to identification of assets, liabilities and distribution of assets and liabilities identified with specific dates

While all three communities have a goal of consistent station staffing of three personnel daily as identified in the Strategic Plan, the current funding formula and budget reflects the current staffing levels between the two cities which have three personnel and Oceano which has two personnel. The Oceano Station has one full-time Fire Captain, and the other firefighter position is staffed through the Reserve Program.

The Reserve Program was intended to be phased out by 2022 with all positions transitioned to full-time, however, due to the failure of Measure A-20, funding for the Oceano Station is inadequate to complete this transition. As Reserve Firefighters have left the Program or have been hired full-time, this has caused a staffing shortage at the Oceano Station. There currently is only one Reserve Firefighter remaining in the program. Staffing is only sufficient to cover one or two of the three regular shifts in Oceano depending on the reserve firefighter's availability.

Other Agency Involvement

FCFA member agencies include the Cities of Arroyo Grande and Grover Beach along with the OCS. At the December 8, 2021, Board meeting, a letter was authorized to the County to estimate what level of service the County could provide in Oceano with the existing property tax revenue stream and what process would be followed to potentially provide additional funding for fire service in Oceano. The County's response letter is attached.



Financial Considerations

The Special Tax proposed in March 2020 was a flat annual amount of \$180 per parcel which was chosen over a benefit unit approach based on land use. At the December 8, 2021, meeting, a comparison of the flat parcel tax approach with a tax based on square footage was discussed and direction was given to staff to return with the same flat parcel tax measure as was placed on the March 2020 ballot. The attached resolution and ordinance provide the necessary language for a June 2022 ballot measure.

The attached OCSD Special Tax Needs Analysis reflects current estimates and is the basis for the proposed amount of the special tax. A "flat tax" was recently voted on and approved by Templeton voters. The amount of the tax for a single-family property in the OCSD is proposed to be the same as Templeton at \$15 per month, or \$180 per year. The taxes would be collected on property tax bills. Total taxes in the first year (2022/23) is estimated at \$410,760. Taxes on individual parcels would increase no more than 2% per year thereafter.

The tax would remain in effect until repealed by voters. Your Board has discretion modifying the amount of the tax until final action at the public hearing. Your Board cannot change the amount of the proposed tax after the public hearing. If approved by voters, the maximum tax will be established, and your Board's only discretion is to reduce the tax - the Board cannot increase the tax approved by voters. The special tax requires a 2/3rds voter approval. The ordinance requires that a citizen's oversight committee be established to review and evaluate annual expenditures made by the OCSD from the proceeds of the special tax.

The OCSD cost of FCFA operations will remain at the current level of \$1,138,148 through FY 2022/23 if the 2022 ballot measure is unsuccessful. Should the ballot measure pass, the new funding formula will become effective, and the new amount will be included in the FY 2022/23 budget. The attached Frequently Asked Questions was developed for the 2020 ballot Measure and has been updated for the 2022 ballot Measure.

Results

Consideration of fire and emergency services promotes a safe and well governed community.

Attachments:

- Resolution & Ordinance to place a tax measure on the June 7, 2022, ballot
- OCSD Special Tax Needs Analysis
- Response Letter from County
- Frequently Asked Questions

RESOLUTION NO. 2022-_____

RESOLUTION OF THE BOARD OF DIRECTORS OF THE OCEANO COMMUNITY SERVICES DISTRICT CALLING AN ELECTION FOR SUBMISSION TO THE VOTERS OF A PROPOSED ORDINANCE FOR LEVY OF A SPECIAL TAX ON REAL PROPERTY LOCATED WITHIN THE DISTRICT TO FUND LOCAL EMERGENCY MEDICAL AND FIRE PROTECTION SERVICES AND REQUESTING CONSOLIDATION OF SAID ELECTION WITH THE JUNE 7, 2022 GUBERNATORIAL PRIMARY ELECTION

The following Resolution is hereby offered and read:

WHEREAS, the Oceano Community Services District (“OCSD”) is a member agency in the Five Cities Fire Authority (“FCFA”) along with the City of Grover Beach and the City of Arroyo Grande. The FCFA has identified the need for additional full-time emergency responders to ensure adequate local emergency medical and fire protection services for the member communities. This is due, in part, to the continued decline of the existing reserve program and increasing costs; and

WHEREAS, numerous studies have concluded that emergency response personnel staffing levels directly affect the level of community emergency medical and fire protection services and that additional, full-time emergency responders are necessary to provide for the overall safety of the community; and

WHEREAS, on June 27, 2018, the OCSD Board considered a report entitled “2018 Fire Service Analysis for the Oceano Community Services District” which included eight options that were evaluated for future emergency medical and fire protection services within Oceano. The report recommended that the most viable and cost-efficient choice for the community of Oceano was to continue to provide emergency medical and fire protection services through the Five Cities Fire Authority with funding supplemented by a special tax ballot measure; and

WHEREAS, the OCSD Board approved amendments to the Five Cities Fire Authority Joint Powers Agreement (“JPA”) in order to 1) fund certain priorities identified in the FCFA Strategic Plan; 2) make changes to the funding formula and funding contributions by member agencies to reflect current staffing levels; and 3) commit OCSD to the undertaking of a special tax ballot measure; and

WHEREAS, in order to provide the best emergency medical and fire protection services to Oceano, to have a fire department staffed and prepared to provide emergency medical and fire protection services 24-hours a day, 7-days a week, and to accomplish both victim rescue and property conservation, additional funding must be sought; and

WHEREAS, the Board of Directors desires to place a ballot measure before the voters at the June 7, 2022 election for approval of a proposed Ordinance to levy a special tax on real property within the District to provide 24-hours a day, 7-days a week local emergency medical services and fire protection within the OCSD and to assist with the attraction and retention of qualified professional medical responders and firefighters in Oceano; and

WHEREAS, according to the amendment to the JPA, if the proposed Ordinance fails to pass and Oceano is unable to fund its share of the funding formula of the FCFA JPA, Oceano will automatically and without further action cease to be a member of the Five Cities Fire Authority on June 30, 2023; and

WHEREAS, in its consideration of adoption of this Resolution, the Board of Directors has

indicated that if funding through a special tax is not approved, the Board would consider seeking approval from the Local Agency Formation Commission to divest its active authority to provide emergency medical services and fire protection and instead request those services be provided by San Luis Obispo County under its contract with Cal Fire; and

WHEREAS, pursuant to the provisions of Government Code section 61121(a) and Government Code section 50075 et seq., the Board is authorized to levy a special tax, subject to the approval of the voters; and

WHEREAS, in accordance with the requirements of Government Code section 50077, on January 26, 2022, the Board of Directors conducted a noticed public hearing on the issue of whether to place such a measure on the ballot. The notice included the date, time and place of the public hearing, a general explanation of the matter to be considered, and a statement of where additional information could be obtained; and

WHEREAS, the Board of Directors desires to have the County of San Luis Obispo render certain services in connection with the June 7, 2022 election; and

WHEREAS, pursuant to Elections Code sections 10555 and 10400 et seq. said election may be consolidated with any other election, pursuant to the procedures set forth in the Elections Code.

NOW, THEREFORE, BE IT RESOLVED by the Oceano Community Services District Board of Directors as follows:

1. The Board of Directors hereby finds and determines that the foregoing recitals are true and correct.
2. The Board of Directors hereby calls an election to be held on June 7, 2022, on the question of adopting a special tax to fund emergency medical and fire protection services.
3. It is hereby requested that the Board of Supervisors of San Luis Obispo County consolidate the election of the OCSD to be held on June 7, 2022, with any other San Luis Obispo County General Election held on the same date. This request is made pursuant to Elections Code sections 10002, 10555 and 10400, et seq. The Board of Directors requests the Board of Supervisors to permit the County Elections Official to render all services relating to the conduct of the election. Subject to the Board of Supervisors approval, these services shall be performed by the County Elections Division. The Board of Directors agrees to reimburse the County of San Luis Obispo in full for services performed relating to this election upon presentation of an invoice.

The purpose of the election shall be for the voters in the District to vote on the following question:

<p style="text-align: center;">OCEANO COMMUNITY SERVICES DISTRICT LOCAL EMERGENCY MEDICAL SERVICES/FIRE PROTECTION RESPONSE MEASURE:</p> <p>To maintain rapid response times for 911 medical emergency/fire protection services, provide 24-hours a day, 7-days a week staffed medical emergency/fire vehicles, shall Oceano Community Services District Ordinance No. 2022-1 levying an annual special tax of \$180.00 per parcel, providing \$410,760 a year, subject to annual maximum increases capped at 2%, until repealed by voters, and requiring independent citizen oversight and annual reports, be adopted?</p>	YES	
	NO	

4. In accordance with Elections Code section 13119, the Ballot shall contain the following Fiscal Impact Statement:

FISCAL IMPACT STATEMENT FOR A SPECIAL TAX FOR THE PURPOSE OF FUNDING EMERGENCY MEDICAL AND FIRE PROTECTION SERVICES TO BE IMPOSED ON ALL PARCELS OF REAL PROPERTY IN THE OCEANO COMMUNITY SERVICES DISTRICT EACH FISCAL YEAR [Elections Code section 13119]

Rate of tax to be levied: \$180.00 per parcel located in the Oceano Community Services District. The special tax is subject to an annual maximum increase in an amount not to exceed two percent (2%) per year.

Amount of money to be raised annually: \$410,760.00 (estimated).

Duration of the tax: The authorization to levy the tax pursuant to this Ordinance shall continue until repealed by the voters.

The tax information estimates in this statement reflect the District's current determination of the number of taxable parcels, which is based on certain assumptions. The actual amount of money raised in each year the tax is levied may vary due to factors including, but not limited to, variations in the number of taxable parcels within the District and inflation.

5. The Board of Directors hereby approves the proposed Ordinance to be submitted to the voters, which shall be included in its entirety with the ballot measure, in the form attached to this Resolution as Exhibit A and incorporated herein by this reference. The proposed measure is a special tax as defined in Article XIIC of the California Constitution and shall not take effect unless and until approved by a vote of at least a two-thirds (2/3) majority of the voters voting on the question in the election.
6. The District Clerk is hereby directed to file a certified copy of this Resolution with the San Luis Obispo County Board of Supervisors.
7. The Board President is authorized to sign an argument in favor of the Ballot Measure.

PASSED, APPROVED, and ADOPTED by the Board of Directors of the Oceano Community Services District, State of California, this ____ day of _____, 2022, by the following vote:

AYES:

ABSTAIN:

NOES:

ABSENT:

President of the Board of Directors

ATTEST:

Board Secretary of the Oceano Community Services District

APPROVED AS TO FORM:

District Counsel

EXHIBIT A

ORDINANCE NO. 2022-1

**OCEANO COMMUNITY SERVICES DISTRICT
AN ORDINANCE FOR LEVY OF A SPECIAL TAX ON REAL PROPERTY
LOCATED WITHIN THE DISTRICT TO FUND LOCAL EMERGENCY MEDICAL
AND FIRE PROTECTION SERVICES**

WHEREAS, the Oceano Community Services District (“OCSD”) is a member agency in the Five Cities Fire Authority (“FCFA”) along with the City of Grover Beach and the City of Arroyo Grande. The FCFA has identified the need for additional full-time emergency responders to ensure adequate local emergency medical and fire protection services for the member communities. This is due, in part, to the continued decline of the existing reserve program and increasing costs; and

WHEREAS, numerous studies have concluded that emergency response personnel staffing levels directly affect the level of community emergency medical and fire protection services and that additional full-time emergency responders are necessary to provide for the overall safety of the community; and

WHEREAS, on June 27, 2018, the OCSD Board considered a report entitled “2018 Fire Service Analysis for the Oceano Community Services District” which included eight options that were evaluated for future emergency medical and fire protection services within Oceano. The report recommended that the most viable and cost-efficient choice for the community of Oceano was to continue to provide emergency medical and fire protection services through the Five Cities Fire Authority with funding supplemented by a special tax ballot measure; and

WHEREAS, the OCSD Board approved amendments to the Five Cities Fire Authority Joint Powers Agreement (“JPA”) in order to 1) fund certain priorities identified in the FCFA Strategic Plan; 2) make changes to the funding formula and funding contributions by the member agencies to reflect current staffing levels; and 3) commit OCSD to the undertaking of a special tax ballot measure; and

WHEREAS, according to said amendments to the JPA, if the proposed Ordinance fails to pass and Oceano is unable to fund its share of the funding formula of the FCFA JPA, Oceano will automatically and without further action cease to be a member of the Five Cities Fire Authority on June 30, 2023; and

WHEREAS, in order to provide the best emergency medical and fire protection services to Oceano, to have a fire department staffed and prepared to provide emergency medical and fire protection services 24-hours a day, 7-days a week, and to accomplish both victim rescue and property conservation, additional funding must be sought. Therefore, the Board of Directors has placed a ballot measure before the voters at the June 7, 2022 election for approval of this Ordinance to levy a special tax on real property within the District to fund emergency medical and fire protection services.

NOW, THEREFORE, THE PEOPLE OF THE OCEANO COMMUNITY SERVICES DISTRICT DO ORDAIN as follows:

Section 1. Authority.

This Ordinance is adopted pursuant to section 4 of Article XIII A, section 4 of Article XIII B, and section 2 of Article XIII C of the California Constitution; Article 3.5 (commencing with section 50075) of Chapter 1 of Part 1 of Division 1 of Title 5 of the Government Code; Article 3.7 (commencing with section 53720) of Chapter 4 of Division 2 of Title 5 of the Government Code; Government Code section 53978; and Government Code section 61121(a).

Section 2. Fiscal Impact Statement [Elections Code section 13119].

Rate of tax to be levied: \$180.00 per parcel located in the Oceano Community Services District. The special tax is subject to annual maximum increases in an amount not to exceed two percent (2%) per year.

Amount of money to be raised annually: \$410,760.00 (estimated).

Duration of the tax: The authorization to levy the tax pursuant to this Ordinance shall continue until repealed by the voters.

The tax information estimates in this statement reflect the District's current determination of the number of taxable parcels, which is based on certain assumptions. The actual amount of money raised in each year the tax is levied may vary due to factors including, but not limited to, variations in the number of taxable parcels within the District and inflation.

Section 3. Tax Imposed and Purpose of Tax.

A special tax for the purpose of funding emergency medical and fire protection services shall be imposed on all parcels of real property in the Oceano Community Services District for each fiscal year, commencing with fiscal year 2022-2023. The maximum amount of the special tax for fiscal year 2022-2023 shall be \$180.00 per parcel.

Beginning with fiscal year 2023-2024, and for each fiscal year thereafter, the maximum amount the special tax shall increase is two percent (2%).

The records of the San Luis Obispo Assessor as of March 1st of each year shall be used to identify each parcel for the calculation of the special tax applicable to that parcel in the following fiscal year. For the purposes of this Ordinance, the term "parcel" shall mean a parcel of real property having a separate assessor's parcel number as shown on the last equalized assessment roll of San Luis Obispo County.

Section 4. Exemptions.

A. To the extent required by California and Federal law, the following parcels shall be exempt from the tax imposed by this Ordinance:

1. Parcels owned by Federal or State governmental agencies;
2. Parcels owned by local governmental agencies; and

3. Parcels exempt from taxation by the District pursuant to the laws or constitutions of the United States and/or the State of California.

B. Any person or entity claiming an exemption from the tax imposed by this Ordinance shall file a verified statement of exemption on a form prescribed by the Oceano Community Services District General Manager prior to June 30th of the first fiscal year for which the exemption is sought.

Section 5. Ballot Question.

Pursuant to the California Elections Code, the abbreviated statement of the proposition, as it appears on the ballot is as follows:

To maintain rapid response times for 911 medical emergency/fire protection services, provide 24-hours a day, 7-days a week staffed medical emergency/fire vehicles, shall Oceano Community Services District Ordinance No. 2022-1 levying an annual special tax of \$180.00 per parcel, providing \$410,760 a year, subject to annual maximum increases capped at 2%, until repealed by voters, and requiring independent citizen oversight and annual reports, be adopted?

YES

NO

Section 6. Use of Tax Proceeds.

The proceeds of the special tax shall be deposited in a special account, created and maintained by the District and will be used solely for the purpose of providing 24-hours a day, 7-days a week staffed emergency medical and fire protection services within the District and for the costs of administering the special tax, including, but not limited to, the costs of collection. Proceeds of this special tax will not be used for any other purpose and will not be used to offset other District obligations.

(a) For purposes of this Ordinance, "emergency medical and fire protection services" include, but are not limited to, fire protection services, rescue services, emergency medical services, hazardous material emergency response services, ambulance services, and other services relating to the protection of lives and property that are critical to the public peace, health, and safety of the District's residents and members of the public.

(b) For the purposes of this Ordinance, the District's costs of "providing 24-hours a day, 7-days a week staffed emergency medical and fire protection services" include, but are not limited to, the following: salaries, benefits, training, and all other personnel related costs; the costs of acquiring or leasing, operating, and maintaining equipment and apparatus used for fire and emergency services; the costs of operating, maintaining, repairing, renovating, and equipping fire facilities.

Section 7. Method of Collection.

The special tax imposed by this ballot measure is due from each owner of record of a parcel within the District as reflected upon the rolls of the County Assessor at the same time the ad valorem tax is due and is to be collected in the same manner. The San Luis Obispo County Tax Collector shall collect the tax and any penalty or interest due hereunder; provided however, that the District Board of Directors may authorize other appropriate methods of collection of the special tax by appropriate resolution(s). The special tax shall have the same lien priority and be subject to the same penalties and the same procedure and sale in cases of delinquency, as provided for ad valorem taxes.

Section 8. Accountability Measures.

- A. Account. Upon the levy and collection of the tax authorized by this Ordinance, an account shall be created into which the proceeds of the tax will be deposited. The proceeds of the tax authorized by this Ordinance shall be applied only to the specific purposes identified in this Ordinance.
- B. Annual Report. An annual report that complies with the requirements of Government Code section 50075.3 shall be filed with the District Board of Directors no later than January 1st of each fiscal year in which the tax is levied.

Section 9. Citizen Oversight Committee.

The Board of Directors shall establish a Citizen Oversight Committee (the "Committee"). The Committee shall review and evaluate annual expenditures made by the District from the proceeds of the special tax ("special tax proceeds"). The Committee may receive and review copies of the Report prepared pursuant to Section 8 of this Ordinance, and may inspect all facilities and contracts entered into for which special tax proceeds have been or will be expended. The Committee shall consist of a minimum of three (3) members appointed by the District Board of Directors or as otherwise deemed appropriate. To be a qualified candidate for the Committee, a person must be at least 18 years of age and reside within the District's geographic boundaries. The Committee may not include any employee or officer of the District, or any vendor, contractor, or consultant of the District.

Section 10. Severability.

If any section, subsection, subdivision, paragraph, sentence, or clause of this Ordinance or any part thereof is for any reason held to be unlawful, such decision shall not affect the validity of the remaining portion of this Ordinance or any part thereof. The People of the Oceano Community Services District hereby declare that they would have passed each section, subsection, subdivision, paragraph, sentence, or clause thereof, irrespective of the fact that any one or more section, subsection, subdivision, paragraph, sentence, or clause be declared unlawful.

Section 11. Recitals.

That the recitals set forth hereinabove are true, correct, and valid.

Section 12. Effective Date.

This Ordinance shall not become effective unless approved at the June 7, 2022, election by a two-thirds (2/3) majority of the voting registered voters within the District. This Ordinance shall become effective ten (10) days after the vote is certified by San Luis Obispo County.

PASSED AND ADOPTED by the People of the Oceano Community Services District at an election held on June 7, 2022.

	A	B	D	E	F	G	H
1	OCSD - SPECIAL TAX NEEDS ANALYSIS						
2	1/1/2022						
3	FCFA - Three Person Station Staffing Budget						
4			2022-23	2023-24	2024-25	2025-26	
5	FCFA Expenditures Estimate		\$6,754,000	\$6,889,080	\$7,026,862	\$7,167,399	
6	Less:	Cost Recovery Fees	(\$26,000)	(\$26,000)	(\$26,000)	(\$26,000)	
7	Less:	HazMat	(\$12,000)	(\$12,000)	(\$12,000)	(\$12,000)	
8	Less:	Eng 2 Debt Service	(\$34,830)	(\$34,830)	(\$34,830)	(\$34,830)	
9							
10	FCFA Budget		\$6,681,170	\$6,816,250	\$6,954,032	\$7,094,569	
11							
12	Arroyo Grande	Allocated Costs	\$2,989,625	\$3,050,070	\$3,111,723	\$3,174,609	
13		Direct Costs	\$5,000	\$5,000	\$5,000	\$5,000	
14		Total Costs	\$2,994,625	\$3,055,070	\$3,116,723	\$3,179,609	
15		<i>Funding %</i>	<i>44.7%</i>	<i>44.7%</i>	<i>44.7%</i>	<i>44.7%</i>	
16		<i>Cost per Capita</i>	<i>\$162.12</i>	<i>\$165.40</i>	<i>\$168.74</i>	<i>\$172.15</i>	
17		<i>Increase over prior year</i>	<i>15.8%</i>	<i>2.0%</i>	<i>2.0%</i>	<i>2.0%</i>	
18							
19	Grover Beach	Allocated Costs	\$2,156,834	\$2,200,442	\$2,244,921	\$2,290,290	
20		Direct Costs	\$27,000	\$27,000	\$27,000	\$27,000	
21		Total Costs	\$2,183,834	\$2,227,442	\$2,271,921	\$2,317,290	
22		<i>Funding %</i>	<i>32.3%</i>	<i>32.3%</i>	<i>32.3%</i>	<i>32.3%</i>	
23		<i>Cost per Capita</i>	<i>\$169.82</i>	<i>\$173.25</i>	<i>\$176.75</i>	<i>\$180.32</i>	
24		<i>Increase over prior year</i>	<i>7.0%</i>	<i>2.0%</i>	<i>2.0%</i>	<i>2.0%</i>	
25							
26	Oceano	Allocated Costs	\$1,534,709	\$1,565,738	\$1,597,387	\$1,629,669	
27		Direct Costs	\$15,000	\$15,000	\$15,000	\$15,000	
28		Total Costs	\$1,549,709	\$1,580,738	\$1,612,387	\$1,644,669	
29		<i>Funding %</i>	<i>23.0%</i>	<i>23.0%</i>	<i>23.0%</i>	<i>23.0%</i>	
30		<i>Cost per Capita</i>	<i>\$213.66</i>	<i>\$217.98</i>	<i>\$222.38</i>	<i>\$226.88</i>	
31		<i>Increase over prior year</i>	<i>34.8%</i>	<i>2.0%</i>	<i>2.0%</i>	<i>2.0%</i>	
32							
33	Totals		\$6,681,168	\$6,816,249	\$6,954,031	\$7,094,568	
34	<i>Cost per Capita</i>		<i>\$175.54</i>	<i>\$179.09</i>	<i>\$182.71</i>	<i>\$186.40</i>	
35							
36			2.23	0.91	0.93	0.95	
37	Arroyo Grande	Population Estimate	18,441	18,441	18,441	18,441	
38		Population %	48.1%	48.1%	48.1%	48.1%	
39		Call #	1,867	1,867	1,867	1,867	
40		Call %	52.8%	52.8%	52.8%	52.8%	
41		Station Shift Staffing %	33.3%	33.3%	33.3%	33.3%	
42		Funding Formula %	44.7%	44.7%	44.7%	44.7%	
44							
45	Grover Beach	Population Estimate	12,701	12,701	12,701	12,701	
46		Population %	33.1%	33.1%	33.1%	33.1%	
47		Call #	1,074	1,074	1,074	1,074	
48		Call %	30.4%	30.4%	30.4%	30.4%	
49		Station Shift Staffing %	33.3%	33.3%	33.3%	33.3%	
50		Funding Formula %	32.3%	32.3%	32.3%	32.3%	
52							
53	Oceano	Population Estimate	7,183	7,183	7,183	7,183	
54		Population %	18.7%	18.7%	18.7%	18.7%	
55		Call #	595	595	595	595	
56		Call %	16.8%	16.8%	16.8%	16.8%	
57		Station Shift Staffing %	33.3%	33.3%	33.3%	33.3%	
58		Funding Formula %	23.0%	23.0%	23.0%	23.0%	
60							
61	Funding Constraint Analysis						
69			2022-23	2023-24	2024-25	2025-26	
70				2.0%	2.0%	2.0%	
73		"Flat Tax" Estimate	\$410,760	\$418,975	\$427,355	\$435,902	
74		Net Property Taxes (Less Lighting Fund)	\$1,140,000	\$1,162,800	\$1,186,056	\$1,209,777	
75		Total Property Taxes for Fire Fund	\$1,550,760	\$1,581,775	\$1,613,411	\$1,645,679	
76		FCFA 5 year Strategic Budget Costs	\$1,549,709	\$1,580,738	\$1,612,387	\$1,644,669	
77			\$1,051	\$1,037	\$1,024	\$1,010	
79							



COUNTY OF SAN LUIS OBISPO
ADMINISTRATIVE OFFICE

Wade Horton County Administrative Officer

December 17, 2021

Will Clemens, General Manager
Oceano Community Services District
1655 Front Street, P.O. Box 599
Oceano, ca 93475

Mr. Clemens:

I am responding to your letter dated December 8, 2021 regarding a request for consultation with the County on possible options and service level should Oceano Community Services District (OCSD) need to divest of its medical emergency and fire response services. As has been communicated in the past, while the County has no legal obligation to take over fire service, the Board has indicated that the protection of public safety is its highest priority. If the successor agency is determined to be the County, any plan for services would have the County determine the appropriate level of service, considering all available resources and financing options, in consultation with the affected community and County Fire.

Your letter is requesting clarification on the six questions if the June 2022 special tax does not pass and the OCSD pursues divestiture of medical and emergency and fire response services through the San Luis Obispo County Local Agency Formation Commission.

Regarding question 1:

1. What level of service could the County provide to Oceano with the existing tax revenue stream?

County Response: Your letter states that the current property taxes available for transfer to the County for services are approximately \$1,050,000 annually. The amount stated would fund 3 days per week 24 hours per day of fire response services.

Regarding questions 2-6:

2. Will the County allocate any additional funding needed to provide 24/7 service to Oceano?
3. Will the County expect OCSD to transfer ownership of the Oceano Fire Station?
4. Will the County expect OCSD to transfer ownership of the Sheriff Substation in Oceano?
5. Will the County expect OCSD to transfer any other real property?
6. Will the County expect OCSD to transfer its solid waste franchise authority?

County Response: If the District were to move forward with the process of a services transfer to the County as the Successor Agency, the County would first need to develop a Plan for Services, which would determine the following two important issues:

County of San Luis Obispo Government Center

1055 Monterey St., Ste. D430 | San Luis Obispo, CA 93408 | (P) 805-781-5011 | (F) 805-781-5023

admin@co.slo.ca.us | slocounty.ca.gov
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- a. Proposed Level of Service.
- b. All potential options for the transfer of assets, facilities, property taxes and other funding mechanisms from the District to the County to fund the proposed Level of Service, while minimizing any impact to the County General Fund.

It should be noted that if the successor agency is determined to be the County and additional General Fund is required to provide service, any supplemental General Fund would be weighed against other General Fund requirements in the budget process, potentially impacting other services in Oceano.

Sincerely,



Wade Horton
County Administrator

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

History and Background Questions

What is the history of Oceano Fire and Emergency services?

- 1947 - Oceano Fire Protection District is created.
- 1981 - Oceano voters approved the creation of the Oceano Community Services District, including the consolidation of the Oceano Fire Protection District.
- 2010 - Oceano CSD and the cities of Arroyo Grande and Grover Beach create the Five Cities Fire Authority

Why did OCSD join Five Cities Fire Authority?

- 2005 - Fire Department Consolidation Feasibility Study

Concluded that stand-alone fire departments are “not cost effective, nor will stand alone services have the technical depth needed in a world that grows more technical, complex and regulated every year. While the partners in this study are providing some level of fire services today, if the communities were to pool their efforts, they could cost effectively operate a full service agency, meeting everyone’s needs more effectively.”

- 2008 - Fire Oversight Committee directed efforts to consolidate Oceano, Arroyo Grande and Grover Beach fire departments
- 2010 - Oceano CSD and the cities of Arroyo Grande and Grover Beach create the Five Cities Fire Authority

How much has Oceano already invested in Fire and Emergency services?

- Since 2010, Oceano has contributed over \$10 million to help fund the Five Cities Fire Authority.

Why is a special tax being proposed for Oceano?

- 2017 – Five Cities Fire Authority Strategic Plan
 - Transition to Full Time Emergency Personnel
 - Maintain 911 Emergency Rapid Response
 - Maintain Consistent 24/7 Staffing Levels

Why aren't Arroyo Grande and Grover Beach proposing special taxes too?

- Arroyo Grande and Grover Beach are cities and have different abilities to pay.
 - Grover Beach has increased taxes:
 - Hotel taxes
 - Cannabis taxes.
 - Arroyo Grande is researching an additional sales tax increase

How does the community maintain local control?

Maintaining local control means that Oceano CSD would continue to have jurisdiction over emergency medical and fire protection services. Losing local control means that the County of San Luis Obispo would have responsibility and determine response levels for Oceano

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

Service Level and Emergency Response Questions

What are the state mandates that FCFA needs to fund in Strategic Plan?

The State does not mandate or require local agencies to provide emergency medical and fire protection services. The services that are provided depend on local revenues, such as property taxes. In order to maintain 911 rapid response and 24/7 staffing, the existing taxes are not sufficient. Oceano voters will decide whether to approve a special tax, which will determine the level of service and staffing.

Why does the Strategic Plan need to be supported with additional funding?

Mike Hubert, FCFA Fire Chief (ret.):

“When drafting the initial budget for the Five Cities Fire Authority (in 2010) it was apparent to all concerned that the organization would need additional funding for its on-going operational needs. It was felt the benefits from standardization of training, fireground safety and economies of scale would save money and enhance service to our communities.”

Terry Fibich, Arroyo Grande & Grover Beach Fire Chief (ret.):

“It was never believed, nor was it stated, that the development of the consolidated organization would save the cities money beyond what they were currently allocating for their respective fire departments. Rather, it was stated that the consolidation would result in a significantly more safe and efficient level of service for the community that would never have been achieved working individually. Again, it was recognized that this minimum level of service would be more expensive as time went on, but would be far less expensive than if done individually.”

Why is the FCFA Strategic Plan transitioning from reserve firefighters to full time professional fire fighters / emergency medical response?

- To maintain 911 rapid response
- To provide 24/7 staffing
 - Part-Time Employees work multiple jobs and are not consistently available for FCFA staffing.
 - Baby Boomer retirements have resulted in larger fire departments recruiting new employees (reserve employees can become full time/benefitted).

How many emergency medical calls does FCFA respond to versus fire related calls?

- Just over 70% of calls are for medical emergencies and just under 30% are non-medical.

Does FCFA respond to emergencies outside the boundaries of the three communities?

- Yes, in some situations.
- Just like all fire agencies, responding to each other's emergencies and providing back-up support is critical cooperation to help maintain 911 rapid responses.

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

Will the special tax fund emergency response to the State Vehicle Recreational Area beach?

- No. The special taxes are not for responding to the Oceano Dunes State Vehicle Recreational Area (SVRA).
- Five Cities Fire Authority does not respond to SVRA since SVRA is the jurisdiction of State Parks and CAL FIRE.

Does FCFA respond to emergencies outside the County?

- Yes - FCFA supports the California Mutual Aid system.
- Fighting wildfires in California is an important statewide priority and Five Cities Fire Authority provides response teams provided that it won't leave the local communities shorthanded.
- The cost of FCFA responding to wildfires is reimbursed by the State.

How is CAL FIRE staff assigned to stations?

- Staffing and operations of CAL FIRE stations is based on county priorities, which includes about 3,200 square miles of territory and 23 stations.

What is the 911 response time for Cal Fire vs FCFA?

- The 911 response time for "first-call" emergencies in Oceano would be about the same for most emergencies except in portions of Halcyon which receive 911 first responses from the FCFA station in Arroyo Grande.
- The 911 response time for "second-calls" will be slower by Cal Fire since back-up would come from the Nipomo Mesa or Pismo Beach.
- The 911 response time for "second calls" from Five Cities Fire Authority will be quicker because back-up comes from the Grover and/or Arroyo Grande stations.

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

Financial Questions

What would it cost for the District to relocate administrative staff if Cal Fire needed the fire station?

- Costs to Oceano would include relocation costs and monthly rent for new administrative offices.
- Depending on availability, offices may need to be rented in Grover Beach and could cost \$2,500 per month or \$30,000 each year.
- Each time administrative offices are relocated, there will be additional costs and lost staff productivity which can exceed tens of thousands of dollars.

Will the federal government reimburse any FCFA costs for mutual aid?

- Federal financial support does not fund mutual aid, is altogether rare and is not reliable for ongoing operational costs.

What if the County gave OCSD sales or other taxes?

- County policy does not provide financial support for independent fire departments that are operated by local communities.

What if the Fire Department charged for permit fees/ inspection fees?

- Permit and inspection fees do exist but can only be used for those costs.
- Issuing permits and performing inspections are a small cost of FCFA.
- Permit and inspection fees cannot be used for 911 rapid response and 24/7 staffing.

Are there other ways for the community to get a tax on the ballot?

- Yes, by voter petition.

How will passage or failure of the special tax effect the cost fire insurance or homeowners' policies?

- The cost of fire insurance is based on a Fire Suppression Rating Schedule
 - 50% of the rating is based on the quality of the fire department, staffing levels, training and the location of the firehouse.
 - 40% of the rating is based on the water system and location of fire hydrants.
 - 10% of the rating is based on the quality of the local 911 emergency communications systems.
 - An extra 5.5% can come from community outreach, including fire prevention and safety courses.
- It is not known whether the cost of fire insurance will increase or decrease based on the results of the special tax vote.

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

What are the Options for Oceano?

What are the other options?

- Three other options exist for Oceano if the special tax does not pass because the agreement with Grover Beach and Arroyo Grande states that Oceano's membership in Five Cities Fire Authority end on June 30, 2023.
 - One option is to "divest" or give up the services to the County.
 - A second option is to revert to a standalone part-time fire station.
 - A third option would be to contract with Five Cities Fire Authority for a part-time fire station.

Will the District pursue "divestiture" of Fire and Emergency services if the parcel tax does not pass?

- The District should consider all options.
 - Transferring emergency medical and fire protection services to the County is an option to hopefully maintain a 24/7 fire station in Oceano, but it would also have community impacts, which may include the following:
 - All or most of the Oceano CSD property taxes will be permanently transferred to the County.
 - The Oceano CSD will lose property tax revenues exceeding \$1 million per year.
 - The Oceano fire station will be permanently transferred to the County.
 - Oceano CSD will need to find new office space to rent for staff.
 - Residents who pay water bills at the office may need to go to Grover Beach depending on where rental space for the office can be found.
 - Recent County policy adopted in 2019 could also result in the following losses to the community:
 - Permanent transfer of the Sheriff Substation, which is owned by Oceano CSD and earns \$113,000 per year in rental revenues.
 - Permanent transfer of the garbage franchise to the County, which generates almost \$100,000 per year for Oceano CSD and helps fund local costs for illegal dumping, clean-up events and residential costs for large-item pickup during fall clean-up week.
 - Overall, if the special tax does not pass and the County takes on emergency medical and fire protection services, impacts to the District could exceed \$225,000 per year, or more than 50% of the proposed special tax in addition to loss of current property tax revenues.

Why doesn't OCSD directly contract with Cal Fire?

- Existing property tax revenues are not enough to directly contract with Cal Fire.

Can Oceano re-establish a stand-alone fire department?

- If the special tax does not pass, Oceano may need to re-establish a stand-alone fire department.
- Existing revenues of Oceano CSD are not enough to fund 24/7 staffing.
- 911 rapid response will be impacted.

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

What Issues Exist if OCSD “divests” from Emergency Medical and Fire Protection Services?

What does “divest” mean?

- If Oceano CSD was to divest its emergency medical and fire protection services, then it would no longer provide them. In order to do so, a “successor” agency would need to be identified, which would be the County of San Luis Obispo.

What’s the difference between divestiture versus dissolution?

- Divestiture means to give up one or more powers, but not all powers.
- Dissolution means to give up all powers and to no longer exist.

What is the process for divestiture and when would it happen?

- The process of divestiture includes a formal application with the San Luis Obispo County Local Agency Formation Commission (LAFCo), the development of a “Plan for Services” led by the County of San Luis Obispo, formal hearings, and a community protest vote in case the community objects to divestiture.
- Initiating the process can happen at any time.

What are the costs to divest?

- Costs include fees to LAFCo for their time and efforts, Oceano CSD staff time to prepare an application, meet with LAFCo and the County. It is not known at this time how much it will cost in total.
- In addition, divesting will have additional community costs, as explained in the option described.

Must the County provide services if the District divests?

- No, the County is not obligated to provide emergency medical and fire protection services for Oceano.

If the District divests does the County get everything? i.e. Personnel and Property taxes?

- County policy adopted in 2019 states that the County will consider “all available resources.”
- Unless the County clarifies that it will not expect transfer of property taxes, the fire station, the sheriff substation, and the garbage franchise, the new County policy seems to indicate that they will expect everything possible.

How much property taxes will be transferred to the County if the District divests and the County agrees to take over emergency medical and fire protection services?

- Approximately \$1 million per year.

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

What District assets would be transferred to the County? Would the firetrucks stay in Oceano?

- District assets that could be transferred to the County include the Fire Station, the Sheriff Substation, the garbage franchise and other possible real property.
- The location of the fire trucks would be based on County/Cal Fire decisions.

Would the District still own the Sheriff Station?

- Based on County policy adopted in 2019, transferring the Sheriff Substation to the County should be anticipated unless the County confirms that the station does not fall within the intent of their policy.

What if the ballot measure in 2022 fails and the County agrees to take over Fire and Emergency medical services, but the community rejects the divestiture?

- In this situation, the remaining Oceano CSD options known at this time would be to operate a stand-alone or contract part-time fire department.

If one day the District wants to reinstate the power, how much does that cost?

- If divested, the ability for Oceano CSD to reinstate the emergency medical and fire protection services in the future is speculative.
- A special tax vote would be required.
- Negotiations with the County to obtain property taxes and property transferred to the County would also be needed.

Oceano CSD / June 2022 Special Tax Q&A- Emergency Medical & Fire Services

What is the County Saying about Fire and Emergency Services for Oceano?

What will the County say before the election?

- In a letter dated December 17, 2021, the County stated that it could provide 3 days per week 24 hours per day of fire response service with transfer of existing property taxes to the County. In order to provide more fire service than that, the County would consider all potential options for the transfer of assets, facilities, and other funding mechanisms from the District to the County to fund the desired level of service. Any supplemental County General Fund allocation would be weighed against other General Fund requirements in the budget process, potentially impacting other services in Oceano.

When should we start talking to the County?

- The County letter dated December 17, 2021, was in response to a District request to initiate consultation dated December 8, 2021.

Can the County increase property taxes if they take over the service?

- No. Only voters can approve an increase in property taxes over amounts established by Proposition 13.

What are the unintended consequences and reduction of service if the County takes over service?

- Unintended consequences could be the following items based on the County's 2019 policy to "consider all resources:"
 - Transfer of the Sheriff Substation from Oceano CSD to the County
 - Transfer of the garbage franchise from Oceano CSD to the County;
 - Elimination of funding for community clean-up.
 - Elimination of clean-up of illegal dumping.

Other Questions?

What other communities in San Luis Obispo County approved special taxes for emergency medical and fire protection services?

- Los Osos
- Cayucos
- Cambria
- Templeton