

LOS OSOS GROUNDWATER BASIN, BASIN MANAGEMENT COMMITTEE

NOTICE OF MEETING

NOTICE IS HEREBY GIVEN that the Los Osos Groundwater Basin, Basin Management Committee Board of Directors will hold a **Regular Board Meeting** at **1:30 P.M.** on **August 19, 2026** at the **Los Osos Community Services District Boardroom**, located at 2122 9th Street, Suite 106, Los Osos, CA 93402 Members of the public may participate in this meeting in person or via teleconference and/or electronically.

For quick access, go to <https://us04web.zoom.us/j/778762508>

(This link will help connect both your browser and telephone to the call)

If not using a computer, dial 1 (669) 900-6833 or 1 (346) 248-779 and enter **778 762 508**

All persons desiring to speak during any Public Comment can submit a comment by:

- Email at danheimel@ConfluenceES.com by 5:00 PM on the day prior to the Committee meeting.
- Teleconference by phone at 1 (669) 900-6833 and enter **778 762 508**
- Teleconference by phone at 1 (346) 248-7799 and enter **778 762 508**
- Teleconference meeting at <https://us04web.zoom.us/j/778762508>
- Mail by 5:00 PM on the day prior to the Committee meeting to:

Attn: Dan HeimeI (Basin Management Committee)
2122 9th St.
Suite 110
Los Osos, CA 93402

Los Osos Basin Management Committee Website: Go to <https://www.losososbmc.org/> to view agendas, agenda packets, meeting recordings, important documents, and BMC news. Click "join our mailing list" in the lower right-hand corner of the page to receive email updates and meeting notifications.

Directors: Agenda items are numbered for identification purposes only and may not necessarily be considered in numerical order.

NOTE: The Basin Management Committee reserves the right to limit each speaker to three (3) minutes per subject or topic. In compliance with the Americans with Disabilities Act, all possible accommodations will be made for individuals with disabilities, so they may participate in the meeting. Persons who require accommodation for any audio, visual or other disability in order to participate in the meeting of the BMC are encouraged to request such accommodation 48 hours in advance of the meeting from Dan HeimeI at danheimel@ConfluenceES.com.

BASIN MANAGEMENT COMMITTEE BOARD OF DIRECTORS AGENDA

- 1. CALL TO ORDER**
- 2. ROLL CALL**
- 3. PLEDGE OF ALLEGIANCE**
- 4. BOARD MEMBER COMMENTS**

Board members may make brief comments, provide project status updates, or communicate with other directors, staff, or the public regarding non-agenda topics.

5. SPECIAL PRESENTATION

- a. None

6. CONSENT AGENDA

The following routine items listed below are scheduled for consideration as a group. Each item is recommended for approval unless noted and may be approved in their entirety by one motion. Any member of the public who wishes to comment on any Consent Agenda item may do so at this time. Consent items generally require no discussion. However, any Director may request that any item be withdrawn from the Consent Agenda and moved to the "Action Items" portion of the Agenda to permit discussion or to change the recommended course of action. The Board may approve the remainder of the Consent Agenda on one motion.

- a. **Approval of 2026 Financial Reports**
- b. **Approval of Minutes from the June 17, 2026 BMC Meeting**
- c. **Approval of the proposed technical services budget use and contingency use.**

7. PUBLIC COMMENTS ON ITEMS NOT APPEARING ON THE AGENDA

The Basin Management Committee will consider public comments on items not appearing on the agenda and within the subject matter jurisdiction of the Basin Management Committee. The Basin Management Committee cannot enter into a detailed discussion or take any action on any items presented during public comments at this time. Such items may only be referred to the Executive Director or other staff for administrative action or scheduled on a subsequent agenda for discussion. Persons wishing to speak on specific agenda items should do so at the time specified for those items. The presiding Chair shall limit public comments to three minutes.

8. LOS OSOS BASIN UPDATE REPORT

9. ACTION ITEMS

a. Sustainable Yield Estimate for Calendar Year 2027

Recommendation: Consider approval of the proposed Sustainable Yield estimate of 2,000 AFY for Calendar Year 2027 or provide alternate direction to Staff.

b. Sweet Springs Monitoring Well Construction Bid Award and Budget Reallocation

Recommendation: Receive the recommendation and consider approval of the selection of Filiponi and Thompson to provide Construction Services for the Sweet Springs Monitoring Well. Approve the reallocation of reserve funds and contingency funds to the Sweet Springs Monitoring Well Project budget to cover anticipated overages and authorize the Executive Director to execute the proposed contingency as needed.

10. Future Agenda Items

Board Members may provide Staff Direction to agendize items for future meetings.

11. ADJOURNMENT

TO: Los Osos Basin Management Committee

FROM: Daniel Heimel, Executive Director

DATE: August 19, 2026

SUBJECT: Item 6 – Consent Agenda

Recommendations

- a. BMC Staff recommends that the BMC review and consider approval of Financial Reports or provide alternate direction to Staff.
- b. BMC Staff recommends that the BMC review and consider approval of Meeting Minutes or provide alternate direction to Staff.
- c. BMC Staff recommends that the BMC approve the proposed technical services budget use and contingency use or provide alternate direction to Staff.

Discussion

BMC Staff prepared summary Financial Reports and Meeting Minutes from previous BMC Meetings for the BMC's review and approval consideration (see attachments).

Technical Services Status

At the [November 12, 2025 Special BMC Meeting](#), the Board adopted the CY 2026 BMC Budget. Included in that budget is \$15,000 for Line Item 5: Technical Services. The Technical Services budget is designated for as-needed technical services and may be used for a variety of BMC projects or initiatives. The Technical Services use in CY 2026 is shown below:

CY 2026 Line Item 5: Tech Services Use		
Original Technical Services Budget	\$15,000	
CHG – AMR OpenET SMB	-\$5,000	Board allocated \$5,000 at the January 28, 2026 BMC Meeting . All spent to date.
CHG – Transient Model Redaction	-\$993.75	Redacted sensitive information from files prior to providing to Cal Poly. Budget up to \$1,000 approved by ED.
CHG – Pumping distribution review, communications, Staff meeting	-\$800	Approved by ED.
CHG – 2025 AMR response to public and Board comments, add new water level metric graph with interpretations	-\$3,482.50	The ED can approve use of up to \$5k of the tech services budget. Since the ED has approved other invoices, this invoice would exceed the \$5k threshold, thus Board approval is required for this invoice.
CHG – Tidal correction appendix for Basin Metric review	-\$4,725	The ED can approve use of up to \$5k of the tech services budget. Since the ED has approved other invoices, this invoice would exceed the \$5k

		threshold, thus Board approval is required for this invoice. Since this invoice slightly exceeds the entire \$15,000 Tech Services budget, Staff recommend utilizing contingency to cover the \$1.25 overage.
Remaining Tech Services Budget	-\$1.25	Staff recommend utilizing contingency to cover the \$1.25 overage

Contingency Status

At the [November 12, 2025 Special BMC Meeting](#), the Board adopted the CY 2026 BMC Budget. Included in that budget is \$17,235 in contingency. None of this contingency has been used to date. Staff recommend utilizing the \$1.25 to cover technical services that exceed the existing \$15,000 tech services budget.

Contingency Use in CY 2026		
Original Contingency Budget	\$17,235	
CHG - Tech services overage	\$1.25	
Current Remaining Contingency	\$17,233.75	

Reserves Status

As part of the CY 2024 closeout, leftover funds were carried over in a reserve fund (see the [April 16, 2025 BMC Meeting](#)). The reserve fund started at \$70,406 and was utilized for multiple projects in CY 2025, each with use acquiring Board approval. By the end of CY 2025, \$12,787 remained. At the [May 29, 2026 Special BMC Meeting](#), an additional \$11,554 was added to the reserve fund as part of the CY 2025 closeout. The reserves use in CY 2026 is shown below:

Reserve Use in CY 2026		
Remaining reserves at end of CY 2025	\$12,787	
Reserves added as part of CY 2025 closeout	\$11,554	At the May 29, 2026 Special BMC Meeting , an additional \$11,554 was added to the reserve fund as part of the CY 2025 closeout.
GSI -Transient Model	-\$3,153.75	GSI for services completed in October 2025 for services related to interfacing with Randy Hansen and Jim McCord (who were working under a separate arrangement with Blaine/County) on the Transient Model. Approved by Board at the March 18, 2026 BMC Meeting .
Current Remaining Reserves	\$21,187	

Attachments

1. Cost Summary (January 2026 to Current Date for Calendar Year 2026 Budget)
2. Invoice Register for Los Osos BMC for Calendar Year 2026

3. Monthly Financial Documents (Statement of Revenues and Expenditures, Balance Sheet, Reconcile Cash Accounts, and Warrant Register)
4. Minutes from the June 17, 2026 BMC Meeting

Attachment 1: Cost Summary (January 2026 to Current Date) for Calendar Year 2026 Budget

Item	Description	Budget Amount	Approved Allocation Modifications	Updated Allocated Budget Amount	Costs Incurred	Percent Incurred	Remaining Budget
1	BMC Administration and Facilitation	\$100,000		\$100,000	\$48,188	48.2%	\$51,813
2	BMC Website Hosting	\$2,100		\$2,100	\$2,016	96.0%	\$84
3	BMC Accounting Services	\$6,300		\$6,300	\$2,130	33.8%	\$4,170
4	BMC Legal Counsel	\$20,000		\$20,000	\$720	3.6%	\$19,280
5	Technical Support Services	\$15,000		\$15,000	\$15,001	100.0%	-\$1
6	2026 Groundwater Monitoring	\$76,000		\$76,000	\$41,239	54.3%	\$34,761
7	2025 Annual Report	\$76,800		\$76,800	\$76,798	100.0%	\$3
8	Basin Metric Update	\$18,500		\$18,500	\$18,493	100.0%	\$8
9	Groundwater Monitoring Program Improvements (SS Monitoring Well HCP credits)	\$15,000	\$1,643	\$16,643	\$16,643	100.0%	\$0
10	Los Osos Geophysics Interpretation (HCP credits)	\$15,000	-\$1,643	\$13,357	\$0	0.0%	\$13,357
	Subtotal	\$344,700					\$123,473
	5% Contingency	\$17,235		\$17,235	\$0	100.0%	\$17,235
	Total	\$361,935		\$344,700	\$221,227	61.1%	\$123,473
11	CY 2025 Carryover for Groundwater Monitoring Program Improvements (SS Monitoring Well Match)	\$37,683		\$37,683	\$7,098	18.8%	\$30,585
12	Groundwater Monitoring Program Improvements (Rose Foundation Grant Funding for SS Monitoring Well)	\$150,000		\$150,000	\$0	0.0%	\$150,000
13	Reserve funds	\$12,787	\$11,554	\$24,341	\$3,154	13.0%	\$21,187
				\$24,341		-47.5%	-\$3,154
					\$231,479	Total Funding	\$325,245
	LOCSD (38%)	\$137,535					
	GSWC (38%)	\$137,535					
	County of SLO/SLOCFC&WCD (20%)	\$72,387					
	S&T Mutual (4%)	\$14,477					

Attachment 2: Invoice Register for Los Osos BMC for Calendar Year 2026

Vendor	Invoice No.	Amount	Month of Service	Description	Budget Item	Date Executive Director Approved	Date BMC Chairperson Approved	Date BMC Approved
GSI	02136.001-8	\$ 3,153.75	Oct-25	Reserve Funds - Tech Services (WRF Study Peer Review - Year 2)	13			Mar-26
CHG	20251109	\$ 14,262.50	Nov-25	2025 Annual Report	7	Feb-26		
CHG	20251206	\$6,880.00	Dec-25	2025 Annual Report	7	Feb-26		
Stilts	2026-1	\$ 554.99	Dec-25 and Jan-26	BMC Accounting Services	3	Feb-26		
CHG	20260109	\$ 30,372.50	Jan-26	2025 Annual Report	7	Feb-26		
CHG	20260110	\$3,130.00	Jan-26	Basin Metric Update	8	Feb-26		
CHG	20260111	\$570.00	Jan-26	CY 2025 Carryover for Groundwater Monitoring Program Improvements (SS Monitoring Well Match)	11	Feb-26		
ConfluenceES	1379	\$9,495.00	Jan-26	BMC Administration and Facilitation	1		Mar-26	
Streamline	9877A921-0004	\$2,016.00	Feb-26	BMC Website Hosting	2	Mar-26		
ConfluenceES	1384	\$5,062.50	Feb-26	BMC Administration and Facilitation	1		Apr-26	
CHG	20260210	\$11,660.00	Feb-26	2025 Annual Report	7	May-26		
CHG	20260211	\$5,250.00	Feb-26	Basin Metric Update	8	May-26		
CHG	20260212	\$800.00	Feb-26	Technical Support Services	5	May-26		
CHG	20260213	\$400.00	Feb-26	CY 2025 Carryover for Groundwater Monitoring Program Improvements (SS Monitoring Well Match)	11	May-26		
CHG	20260309	\$7,710.00	Mar-26	2025 Annual Report	7	Apr-26		
CHG	20260310	\$8,917.50	Mar-26	Basin Metric Update	8	Apr-26		
CHG	20260311	\$4,550.00	Mar-26	Technical Support Services	5	Apr-26		
CHG	20260312	\$5,425.00	Mar-26	Groundwater Monitoring	6	Apr-26		
CHG	20260313	\$ 1,280.00	Mar-26	CY 2025 Carryover for Groundwater Monitoring Program Improvements (SS Monitoring Well Match)	11	Apr-26		
ConfluenceES	1392	\$ 9,126.25	Mar-26	BMC Administration and Facilitation	1		Apr-26	
Stilts	2026-2&3	\$ 918.75	Feb-Mar 26	BMC Accounting Services	3	Apr-26		
Wallace Group	67636	\$ 264.00	Mar-26	CY 2025 Carryover for Groundwater Monitoring Program Improvements (SS Monitoring Well Match)	11	May-26		
RWG	258239	\$ 720.00	Mar-26	BMC Legal Counsel	4	May-26		
CHG	20260410	\$ 3,375.00	Apr-26	2025 Annual Report	7	May-26		
CHG	20260411	\$ 1,443.75	Apr-26	Technical Support Services	5	May-26		
CHG	20260412	\$ 21,469.55	Apr-26	Groundwater Monitoring	6	May-26		
Stilts	2026-4	\$ 218.75	Apr-26	BMC Accounting Services	3	May-26		
ConfluenceES	1405	\$ 4,033.75	Apr-26	BMC Administration and Facilitation	1		Jun-26	
Stilts	2026-5	\$ 262.50	May-26	BMC Accounting Services	3	Jun-26		
CHG	20260508	\$ 2,012.50	May-26	2025 Annual Report	7	Jun-26		
CHG	20260509	\$ 9,639.70	May-26	2026 Groundwater Monitoring	6	Jun-26		
ConfluenceES	1418	\$ 10,195.00	May-26	BMC Administration and Facilitation	1		Jun-26	

Wallace Group	68085	\$ 594.00	May-26	CY 2025 Carryover for Groundwater Monitoring Program	11	Jul-26		
CHG/County	INV2026-03890	\$ 16,642.80	Jun-26	Groundwater Monitoring Program Improvements (SS Montioring Well HCP credits)	9			Jun-26
Stilts	2026-6	\$ 175.00	Jun-26	BMC Accounting Services	3	Jul-26		
CHG	20260608	\$ 525.00	Jun-26	2025 Annual Report	7	Jul-26		
CHG	20260609	\$ 1,195.00	Jun-26	Basin Metric Update	8	Jul-26		
CHG	20260611	\$ 1,555.00	Jun-26	2026 Groundwater Monitoring	6	Jul-26		
CHG	20260610	\$ 3,482.50	Jun-26	Technical Support Services	5			
EAM	789	\$ 550.00	Jun-26	CY 2025 Carryover for Groundwater Monitoring Program	11	Jul-26		
ConfluenceES	1436	\$ 6,977.50	Jun-26	BMC Administration and Facilitation	1		Jul-26	
ConfluenceES	1442	\$ 3,297.50	Jul-26	BMC Administration and Facilitation	1		Aug-26	
CHG	20260707	\$ 4,725.00	Jul-26	Technical Support Services	5			
CHG	20260708	\$ 3,150.00	Jul-26	2026 Groundwater Monitoring	6	Aug-26		
CHG	20260709	\$ 3,440.00	Jul-26	CY 2025 Carryover for Groundwater Monitoring Program	11	Aug-26		
	2026 Total	\$231,478.54						To be approved

Los Osos Basin Management Committee

Statement of Revenues and Expenditures

100 - BMC

From 6/1/2026 Through 6/30/2026

	Current Period Actual	Current Year Actual	Total Budget \$ - Original	Total Budget \$ Variance - Original	Percent Total Budget Remaining - Original
Operating Revenue					
Grant Revenue					
4050 Grant Revenue	0.00	0.00	0.00	0.00	0.00%
Total Grant Revenue	0.00	0.00	0.00	0.00	0.00%
Contributions					
4010 LOCSD	0.00	137,535.00	137,535.00	0.00	0.00%
4020 GSWC	0.00	137,535.00	137,535.00	0.00	0.00%
4030 County of SLO	0.00	72,387.00	72,387.00	0.00	0.00%
4040 S&T Mutual Water Co.	0.00	14,477.00	14,477.00	0.00	0.00%
Total Contributions	0.00	361,934.00	361,934.00	0.00	0.00%
Total Operating Revenue	0.00	361,934.00	361,934.00	0.00	0.00%
Total Revenue	0.00	361,934.00	361,934.00	0.00	0.00%
Expenditures					
Program Expenses					
5010 Administration and Facilitation	6,977.50	44,890.00	100,000.00	55,110.00	55.11%
5020 Website Hosting	0.00	2,016.00	2,100.00	84.00	4.00%
5030 Accounting Services	175.00	2,132.49	6,300.00	4,167.51	66.15%
5040 Legal Counsel	0.00	720.00	20,000.00	19,280.00	96.40%
5050 Meeting Expenses: Audio and Video Services	0.00	0.00	0.00	0.00	0.00%
5060 Technical Support Services	0.00	6,793.75	10,000.00	3,206.25	32.06%
5070 Groundwater Monitoring	1,555.00	38,089.25	76,000.00	37,910.75	49.88%
5080 Annual Report	525.00	76,797.50	81,800.00	5,002.50	6.12%
5085 Basin Metric Update	1,195.00	18,492.50	18,500.00	7.50	0.04%
5090 WRFPS Study Peer Review	0.00	0.00	0.00	0.00	0.00%
5095 WRFPS Study Services	0.00	0.00	0.00	0.00	0.00%
6000 Groundwater Monitoring Program Improvements	16,642.80	16,642.80	0.00	(16,642.80)	0.00%
6010 2024 LA 16 & 14 Modification	0.00	0.00	0.00	0.00	0.00%
6020 GMPI - SS Monitoring Well HCP Credits	0.00	0.00	15,000.00	15,000.00	100.00%
6030 Los Osos Geophysics Interpretation - HCP Credits	0.00	0.00	15,000.00	15,000.00	100.00%
7000 Contingency	0.00	0.00	17,235.00	17,235.00	100.00%
Total Program Expenses	27,070.30	206,574.29	361,935.00	155,360.71	42.93%
Carryovers					
7050 CY 2025 Carryover for GMPI - SS Monitoring Well Match	550.00	3,658.00	37,683.00	34,025.00	90.29%
7060 GMPI - Rose Grant Funding for SS Monitoring Well	0.00	0.00	150,000.00	150,000.00	100.00%
8000 Reserves	0.00	0.00	0.00	0.00	0.00%
Total Carryovers	550.00	3,658.00	187,683.00	184,025.00	98.05%
Total Expenditures	27,620.30	210,232.29	549,618.00	339,385.71	61.75%
Net Revenue Over Expenditures	<u>(27,620.30)</u>	<u>151,701.71</u>	<u>(187,684.00)</u>	<u>339,385.71</u>	<u>(180.83)%</u>

Los Osos Basin Management Committee

Statement of Revenues and Expenditures

100 - BMC

From 7/1/2026 Through 7/31/2026

	Current Period Actual	Current Year Actual	Total Budget \$ - Original	Total Budget \$ Variance - Original	Percent Total Budget Remaining - Original
Operating Revenue					
Grant Revenue					
4050 Grant Revenue	0.00	0.00	0.00	0.00	0.00%
Total Grant Revenue	0.00	0.00	0.00	0.00	0.00%
Contributions					
4010 LOCSD	0.00	137,535.00	137,535.00	0.00	0.00%
4020 GSWC	0.00	137,535.00	137,535.00	0.00	0.00%
4030 County of SLO	0.00	72,387.00	72,387.00	0.00	0.00%
4040 S&T Mutual Water Co.	0.00	14,477.00	14,477.00	0.00	0.00%
Total Contributions	0.00	361,934.00	361,934.00	0.00	0.00%
Total Operating Revenue	0.00	361,934.00	361,934.00	0.00	0.00%
Total Revenue	0.00	361,934.00	361,934.00	0.00	0.00%
Expenditures					
Program Expenses					
5010 Administration and Facilitation	3,297.50	48,187.50	100,000.00	51,812.50	51.81%
5020 Website Hosting	0.00	2,016.00	2,100.00	84.00	4.00%
5030 Accounting Services	0.00	2,132.49	6,300.00	4,167.51	66.15%
5040 Legal Counsel	0.00	720.00	20,000.00	19,280.00	96.40%
5050 Meeting Expenses: Audio and Video Services	0.00	0.00	0.00	0.00	0.00%
5060 Technical Support Services	0.00	6,793.75	10,000.00	3,206.25	32.06%
5070 Groundwater Monitoring	3,150.00	41,239.25	76,000.00	34,760.75	45.74%
5080 Annual Report	0.00	76,797.50	81,800.00	5,002.50	6.12%
5085 Basin Metric Update	0.00	18,492.50	18,500.00	7.50	0.04%
5090 WRFPP Study Peer Review	0.00	0.00	0.00	0.00	0.00%
5095 WRFPP Study Services	0.00	0.00	0.00	0.00	0.00%
6000 Groundwater Monitoring Program Improvements	0.00	16,642.80	0.00	(16,642.80)	0.00%
6010 2024 LA 16 & 14 Modification	0.00	0.00	0.00	0.00	0.00%
6020 GMPI - SS Monitoring Well HCP Credits	0.00	0.00	15,000.00	15,000.00	100.00%
6030 Los Osos Geophysics Interpretation - HCP Credits	0.00	0.00	15,000.00	15,000.00	100.00%
7000 Contingency	0.00	0.00	17,235.00	17,235.00	100.00%
Total Program Expenses	6,447.50	213,021.79	361,935.00	148,913.21	41.14%
Carryovers					
7050 CY 2025 Carryover for GMPI - SS Monitoring Well Match	3,440.00	7,098.00	37,683.00	30,585.00	81.16%
7060 GMPI - Rose Grant Funding for SS Monitoring Well	0.00	0.00	150,000.00	150,000.00	100.00%
8000 Reserves	0.00	0.00	0.00	0.00	0.00%
Total Carryovers	3,440.00	7,098.00	187,683.00	180,585.00	96.22%
Total Expenditures	9,887.50	220,119.79	549,618.00	329,498.21	59.95%
Net Revenue Over Expenditures	<u>(9,887.50)</u>	<u>141,814.21</u>	<u>(187,684.00)</u>	<u>329,498.21</u>	<u>(175.56)%</u>

Los Osos Basin Management CommitteeBalance Sheet
As of 6/30/2026

		Current Period Balance
Assets		
Current Assets		
Cash & Cash Equivalents		
General Checking Account	1012	<u>382,333.23</u>
Total Cash & Cash Equivalents		<u>382,333.23</u>
Total Current Assets		<u>382,333.23</u>
Total Assets		<u><u>382,333.23</u></u>
Liabilities		
Short-term Liabilities		
Accounts Payable		
Vendor Payable (Control Account)	2000	<u>21,766.50</u>
Total Accounts Payable		<u>21,766.50</u>
Total Short-term Liabilities		<u>21,766.50</u>
Total Liabilities		<u>21,766.50</u>
Net Assets		
Current YTD Net Income		
REVENUES		361,934.00
EXPENDITURES		(210,232.29)
EQUITY		
Fund Balance	3200	24,840.02
Carryover for GMPI - SS	3300	34,025.00
Monitoring Well Match		
GMPI - Rose Grant Funding for SS	3400	150,000.00
Monitoring Well		
Total EQUITY		<u>208,865.02</u>
Total Current YTD Net Income		<u>360,566.73</u>
Total Net Assets		<u>360,566.73</u>
Total Liabilities and Net Assets		<u><u>382,333.23</u></u>

Los Osos Basin Management CommitteeBalance Sheet
As of 7/31/2026

		Current Period Balance
Assets		
Current Assets		
Cash & Cash Equivalents		
General Checking Account	1012	382,333.23
Total Cash & Cash Equivalents		382,333.23
Total Current Assets		382,333.23
Total Assets		382,333.23
Liabilities		
Short-term Liabilities		
Accounts Payable		
Vendor Payable (Control Account)	2000	31,654.00
Total Accounts Payable		31,654.00
Total Short-term Liabilities		31,654.00
Total Liabilities		31,654.00
Net Assets		
Current YTD Net Income		
REVENUES		361,934.00
EXPENDITURES		(220,119.79)
EQUITY		
Fund Balance	3200	28,280.02
Carryover for GMPI - SS	3300	30,585.00
Monitoring Well Match		
GMPI - Rose Grant Funding for SS	3400	150,000.00
Monitoring Well		
Total EQUITY		208,865.02
Total Current YTD Net Income		350,679.23
Total Net Assets		350,679.23
Total Liabilities and Net Assets		382,333.23

**Los Osos Basin Management Committee
Reconcile Cash Accounts**

Summary

Cash Account: 1012 General Checking Account

Reconciliation ID: Bank Account Reconciliation 06302026

Reconciliation Date: 6/30/2026

Status: Locked

Bank Balance	382,595.73
Less Outstanding Checks/Vouchers	262.50
Plus Deposits in Transit	0.00
Plus or Minus Other Cash Items	0.00
Plus or Minus Suspense Items	<u>0.00</u>
Reconciled Bank Balance	382,333.23
Balance Per Books	<u>382,333.23</u>
Unreconciled Difference	<u><u>0.00</u></u>

Click the Next Page toolbar button to view details.

Los Osos Basin Management Committee
Reconcile Cash Accounts

Detail

Cash Account: 1012 General Checking Account

Reconciliation ID: Bank Account Reconciliation 06302026

Reconciliation Date: 6/30/2026

Status: Locked

Outstanding Checks/Vouchers

Document Number	Document Date	Document Description	Document Amount	Payee
100	6/10/2026	System Generated Check/Voucher	262.50	Robert Stilts, CPA
Outstanding Checks/Vouchers			262.50	

**Los Osos Basin Management Committee
Reconcile Cash Accounts**

Detail

Cash Account: 1012 General Checking Account

Reconciliation ID: Bank Account Reconciliation 06302026

Reconciliation Date: 6/30/2026

Status: Locked

Cleared Checks/Vouchers

<u>Document Number</u>	<u>Document Date</u>	<u>Document Description</u>	<u>Document Amount</u>	<u>Payee</u>
95	5/18/2026	System Generated Check/Voucher	720.00	RICHARDS, WATSON & GERSHON A PROFESSIONAL CORPORATION
96	5/18/2026	System Generated Check/Voucher	218.75	Robert Stilts, CPA
97	6/10/2026	System Generated Check/Voucher	4,033.75	CONFLUENCE ENGINEERING SOLUTIONS, INC.
98	6/10/2026	System Generated Check/Voucher	11,652.20	CLEATH-HARRIS GEOLOGISTS, INC.
99	6/10/2026	System Generated Check/Voucher	16,642.80	Los Osos CSD
Cleared Checks/Vouchers			33,267.50	

Los Osos Basin Management Committee
Reconcile Cash Accounts

Summary

Cash Account: 1012 General Checking Account

Reconciliation ID: Bank Account Reconciliation 07312026

Reconciliation Date: 7/31/2026

Status: Locked

Bank Balance	382,333.23
Less Outstanding Checks/Vouchers	0.00
Plus Deposits in Transit	0.00
Plus or Minus Other Cash Items	0.00
Plus or Minus Suspense Items	<u>0.00</u>
Reconciled Bank Balance	382,333.23
Balance Per Books	<u>382,333.23</u>
Unreconciled Difference	<u><u>0.00</u></u>

Click the Next Page toolbar button to view details.

Los Osos Basin Management Committee
Reconcile Cash Accounts

Detail

Cash Account: 1012 General Checking Account

Reconciliation ID: Bank Account Reconciliation 07312026

Reconciliation Date: 7/31/2026

Status: Locked

Cleared Checks/Vouchers

Document Number	Document Date	Document Description	Document Amount	Payee
100	6/10/2026	System Generated Check/Voucher	262.50	Robert Stilts, CPA
Cleared Checks/Vouchers			262.50	

Los Osos Basin Management Committee

Check/Voucher Register - Warrant Register

1012 - General Checking Account

From 1/1/2026 Through 12/31/2026

Check Number	Vendor Name	Transaction Description	Document Date	Check Amount
100	Robert Stilts, CPA	5/1/26-5/31/26 Accounting Services	6/10/2026	262.50
82	CLEATH-HARRIS GEOLOGISTS, INC.	11/1/25-11/30/25 2025 Groundwater Monitoring	1/19/2026	4,819.50
	CLEATH-HARRIS GEOLOGISTS, INC.	11/1/25-11/30/25 Groundwater Monitoring Program Improvements	1/19/2026	1,553.40
	CLEATH-HARRIS GEOLOGISTS, INC.	12/1/25-12/31/25 Groundwater Monitoring Program Improvements	1/19/2026	1,045.00
83	Robert Stilts, CPA	11/1/25-11/30/25 Accounting Services	1/19/2026	262.50
84	CONFLUENCE ENGINEERING SOLUTIONS, INC.	11/1/25-12/31/25 Executive Director Services	1/30/2026	10,256.25
85	RICHARDS, WATSON & GERSHON A PROFESSIONAL CORPORATION	10/1/25-10/31/25 General Legal Counsel	1/30/2026	576.00
86	CONFLUENCE ENGINEERING SOLUTIONS, INC.	1/1/26-1/31/26 Executive Director Services	3/13/2026	9,495.00
87	CLEATH-HARRIS GEOLOGISTS, INC.	1/1/26-1/31/26 2025 Annual Report	3/13/2026	30,372.50
	CLEATH-HARRIS GEOLOGISTS, INC.	1/1/26-1/31/26 Basin Metric review and update	3/13/2026	3,130.00
	CLEATH-HARRIS GEOLOGISTS, INC.	1/1/26-1/31/26 Update specifications, meeting	3/13/2026	570.00
	CLEATH-HARRIS GEOLOGISTS, INC.	11/1/25-11/30/25 2025 Annual Report - 2026 budget	3/13/2026	14,262.50
	CLEATH-HARRIS GEOLOGISTS, INC.	12/1/25-12/31/25 2025 Annual Report - 2026 budget	3/13/2026	6,880.00
88	Robert Stilts, CPA	12/1/25-1/31/26 Accounting Services	3/13/2026	554.99
89	CONFLUENCE ENGINEERING SOLUTIONS, INC.	2/1/26-2/28/26 Executive Director Services	4/23/2026	5,062.50
	CONFLUENCE ENGINEERING SOLUTIONS, INC.	3/1/26-3/31/26 Executive Director Services	4/23/2026	9,126.25
90	CLEATH-HARRIS GEOLOGISTS, INC.	3/1/26-3/31/26 2025 Annual Report	4/23/2026	7,710.00
	CLEATH-HARRIS GEOLOGISTS, INC.	3/1/26-3/31/26 Basin Metric review and update	4/23/2026	8,917.50
	CLEATH-HARRIS GEOLOGISTS, INC.	3/1/26-3/31/26 Final well specs, bid sheets, communications	4/23/2026	1,280.00
	CLEATH-HARRIS GEOLOGISTS, INC.	3/1/26-3/31/26 Groundwater Monitoring	4/23/2026	5,425.00
	CLEATH-HARRIS GEOLOGISTS, INC.	3/1/26-3/31/26 Technical Support Services	4/23/2026	4,550.00
91	GSI Water Solutions, Inc.	10/1/25-10/31/25 WRF Study Peer Review - Year 2	4/23/2026	3,153.75
92	Robert Stilts, CPA	2/1/26-3/31/26 Accounting Services	4/23/2026	918.75
93	CLEATH-HARRIS GEOLOGISTS, INC.	2/1/26-2/28/26 2025 Annual Report	5/18/2026	11,660.00
	CLEATH-HARRIS GEOLOGISTS, INC.	2/1/26-2/28/26 Basin Metric review and update	5/18/2026	5,250.00
	CLEATH-HARRIS GEOLOGISTS, INC.	2/1/26-2/28/26 Technical Support Services	5/18/2026	800.00

Los Osos Basin Management Committee

Check/Voucher Register - Warrant Register

1012 - General Checking Account

From 1/1/2026 Through 12/31/2026

Check Number	Vendor Name	Transaction Description	Document Date	Check Amount
	CLEATH-HARRIS GEOLOGISTS, INC.	2/1/26-2/28/26 Update specifications	5/18/2026	400.00
	CLEATH-HARRIS GEOLOGISTS, INC.	4/1/26-4/30/26 2025 Annual Report	5/18/2026	3,375.00
	CLEATH-HARRIS GEOLOGISTS, INC.	4/1/26-4/30/26 Groundwater Monitoring	5/18/2026	21,469.55
	CLEATH-HARRIS GEOLOGISTS, INC.	4/1/26-4/30/26 Technical Support Services	5/18/2026	1,443.75
94	Los Osos CSD	3/1/26-3/31/26 SS Well Project CSD reimbursement	5/18/2026	264.00
95	RICHARDS, WATSON & GERSHON A PROFESSIONAL CORPORATION	3/1/26-3/31/26 General Legal Counsel	5/18/2026	720.00
96	Robert Stilts, CPA	4/1/26-4/30/26 Accounting Services	5/18/2026	218.75
97	CONFLUENCE ENGINEERING SOLUTIONS, INC.	4/1/26-4/30/26 Executive Director Services	6/10/2026	4,033.75
98	CLEATH-HARRIS GEOLOGISTS, INC.	5/1/26-5/31/26 2025 Annual Report	6/10/2026	2,012.50
	CLEATH-HARRIS GEOLOGISTS, INC.	5/1/26-5/31/26 2026 Groundwater Monitoring	6/10/2026	9,639.70
99	Los Osos CSD	6/5/26 GMPH SS HCP Habitat fee & Restoration/Mgmt/Admin	6/10/2026	16,642.80
ACH_Strmlne2.3...	STREAMLINE SOFTWARE, INC.	2/1/26-2/1/27 Streamline Flex Website Hosting	2/3/2026	2,016.00
Report Total				210,129.69

BASIN MANAGEMENT COMMITTEE BOARD OF DIRECTORS

Agenda Item 6b: Minutes of the Regular Meeting of June 17, 2026

The following is a summary of the actions taken at the Basin Management Committee Board of Directors Meeting.
The official record for the meeting is the recording that can be found at:

<https://www.losososbmc.org/>

Agenda Item	Discussion or Action
1. Call to Order	Chair Zimmer called the meeting to order at approximately 1:34 PM (00:00:01).
2. Roll Call	Daniel Heimel, Executive Director, called roll to begin the meeting. Chair Zimmer, Director Reineke, Director Cesena, and Director Gibson were present (00:00:28).
3. Pledge of Allegiance	Pledge of Allegiance (00:00:42)
4. Board Member Comments	Board Discussion (00:01:09) None
5. Special Presentation	None (00:01:25)
6. Consent Agenda	Consent Agenda (00:01:30)
6a. 2026 Financial Reports	Recommendation:
6b. Approval of Minutes from Special May 29, 2026 BMC Meeting	a. BMC Staff recommends that the BMC review and consider approval of Financial Reports or provide alternate direction to Staff. b. BMC Staff recommends that the BMC review and consider approval of Meeting Minutes or provide alternate direction to Staff. c. BMC Staff recommends approval of the proposed budget reallocation.
6c.	Public Comment None Board Action on Consent Agenda (00:03:40) The Board reviewed and approved the Financial Reports. The Board approved the Special May 29, 2026 BMC Meeting Minutes. The Board approved of the proposed budget reallocation. Motion: Director Gibson Second: Director Cesena Ayes: All Nays: None Passes: 4-0
7. Public Comments on Items Not Appearing on the Agenda	Public Comment (00:04:15) Patrick McGibney Becky McFarland Jeff Edwards Board discussion (00:13:30)

8. Los Osos Basin Update Report	Los Osos Basin Update Report (00:14:25) Board Discussion (00:24:30) Public Comment (00:25:23) Becky McFarland Jeff Edwards Board Discussion (00:31:15)
9. Action Items	
9a. Final Draft 2025 Annual Monitoring Report	Final Draft 2025 Annual Monitoring Report (00:47:00) Recommendation: Receive and file the Final Draft 2025 Annual Monitoring Report (AMR) and authorize submission to the Court or provide alternate direction to staff. Board Discussion (00:48:34) Public Comment (01:03:45) Patrick McGibney Board Discussion (01:06:38) Board Action (01:09:38) The Board received and filed the Final Draft 2024 Annual Monitoring Report (AMR) and authorized submission to the Court. Motion: Director Gibson Second: Director Cesena Ayes: All Nays: None Passes: 4-0
9b. Draft Spring 2026 Los Osos Basin Water Level Data, Lower Aquifer Water Quality Monitoring Results, and Updated Chloride Metric	Draft Spring 2026 Los Osos Basin Water Level Data, Lower Aquifer Water Quality Monitoring Results, and Updated Chloride Metric (01:09:50) Recommendation: Receive an update on the Draft Spring 2026 Los Osos Basin Water Level Data, Lower Aquifer Water Quality Monitoring Results, and Updated Chloride Metric. Board Discussion (01:13:40) Public Comment (01:18:15) Barry Brannon Becky McFarland Board Discussion (01:21:30) Board Action (01:23:35) The Board received an update on the Draft Spring 2026 Los Osos Basin Water Level Data, Lower Aquifer Water Quality Monitoring Results, and Updated Chloride Metric.

10. Future Agenda Items	Future Agenda Items (01:24:15) Board Discussion (01:24:15) Discuss reviewing Cabrillo Estates Public Comment (01:29:42) Becky McFarland Debra Howe Patrick McGibney Board Discussion (01:35:55) Storm Water Capture
11. Adjournment	Meeting adjourned at approximately 3:18 PM (01:46:12). The next regularly scheduled meeting is on July 15, 2026.

TO: Los Osos Basin Management Committee

FROM: Dan Heimerl, Executive Director

DATE: August 19, 2026

SUBJECT: Item 8 – Los Osos Basin Update Report

Recommendations

Staff recommends that the Basin Management Committee (BMC) receive and file the Los Osos Basin Update Report and provide staff with any direction for future discussions. Sections of the Los Osos Basin Update Report that have been updated or significantly changed from the previous meeting's version are underlined and sections of the report that have not had any recent or anticipated updates have been removed.

Discussion

This report was prepared to summarize updates on matters not covered in other agenda items and to provide a general update on Los Osos Basin-related activities.

Tentative Upcoming Agenda Items

- WRF Study Recommended Projects
 - Upper Aquifer Nitrate Treatment Alternatives – TBD
 - Water Resiliency Intertie Pipeline – TBD
 - Urban Reuse at Baywood Elementary School and Sunnyside Elementary School – TBD
 - Los Osos Valley Memorial Park and Agricultural Reuse – TBD
- Basin Metric Update Evaluation – September 2026
- Broderson Disposal Site Overview – September 2026
- Purveyor Pumping Distribution Optimization – TBD, ongoing updates in Los Osos Basin Update Report
- Basin Plan Update – TBD
- Stormwater Recharge Study – TBD
- CY 2026 Growth Rate Recommendation Letter – September 2026

WRF Study

The WRF Study included development of a Transient Groundwater Model (Transient Model) and preparation of a Water Recycling Funding Program Facilities Planning Study (WRF Study) for the community of Los Osos. The purpose of the Transient Model and WRF Study is to develop an accurate groundwater model for the Los Osos Groundwater Basin and to evaluate recycled water and supplemental supply alternatives to improve groundwater sustainability. The Final Draft WRF Study Report was approved by the Board at the November 12, 2025 Special BMC Meeting. The Final Draft was

submitted to the State Board. The State provided the Final Approval Letter on January 21, 2026. The WRFP Study Report includes several recommended projects:

- **Upper Aquifer Nitrate Treatment Alternatives**
Staff are holding discussions on this alternative and potential next steps.
- **Urban Reuse at Baywood Elementary School and Sunnyside Elementary School**
Staff are holding discussions on this alternative and potential next steps.
- **Los Osos Valley Memorial Park and Agricultural Reuse – TBD**
Staff are holding discussions on this alternative and potential next steps.
- **Los Osos CSD's Water Resiliency Intertie Project Update**
The Los Osos Community Services District (CSD) continues to make progress towards implementation of the Water Resiliency Intertie Project (Intertie Project) since they began investigations into alternative water supply sources in 2021. Efforts to date include the preparation of a preliminary design report, environmental review, and the pursuit of funding sources. The conceptual strategy involves using supplemental water from the State Water Project during wet years as an offset for groundwater pumping, allowing for long-term recovery of the Los Osos Groundwater Basin. During dry years, the CSD would rely more on groundwater. This approach enhances long-term resiliency while avoiding overreliance on outside sources.

At the September 4, 2025 CSD Board meeting, the Board approved a contract with Water Systems Consulting in the amount of \$854,044 to provide design services for the project..

Project design work is behind schedule due to the complicated nature of geography and geology in the State Park area and the extended effort to complete the design of the Los Osos Creek bridge crossing segment of the project. The CSD will be coordinating with the County of San Luis Obispo (County) and the bridge contractor to assist with selecting a contractor for the installation of the pipeline. The 30% design documents have been completed. 100% designs are anticipated to be completed in February 2027. Construction for the portion of the pipeline on the bridge crossing is anticipated to begin in March 2027.

Staff anticipate bringing an item to the Board at a future meeting to discuss how the BMC can collaborate with the CSD on this project.

Basin Metric Evaluation

Since 2019, the BMC has made significant improvements to its Groundwater Monitoring Program, including construction of the Sweet Springs/Cuesta-by-the-Sea and Skyline Monitoring Wells and modifications to Lower Aquifer (LA) 13, 14, and 16 wells. These additional/enhanced monitoring locations provide an opportunity to improve the Basin Metrics that the BMC utilizes to assess the health of the Basin. Additionally, the modification of LA 14 and 16 to dedicated Lower Aquifer Zone E monitoring wells changed the depth of the screened intervals so that water level readings collected at these wells now reflect Zone E water level elevations only and not the combined water level elevation of

Zone D and E and thus the Water Level Metric Methodology needs to be modified to account for this change.

CHG is working on an initiative to evaluate the existing metrics and provide recommendations to the BMC for changes that can be made to incorporate the improvements to the Groundwater Monitoring Program and will bring them to the BMC for their consideration at a future date. The Board approved CHG's proposal for metric review and update services at the [November 12, 2025 BMC Meeting](#). An item including the updated metrics is anticipated to be brought to the Board in **September 2026**.

Broderon Disposal Site Update

An informational item is included in the **September 2026** BMC Meeting agenda packet.

Purveyor Pumping Distribution Optimization

At the October 15, 2025 BMC Meeting, the Board adopted a sustainable yield of 2,000 AFY for CY 2026. This Sustainable Yield is based on an optimized pumping distribution over 50 years. While the Purveyors' current pumping does not follow this optimized pumping distribution, the Purveyors are making efforts to optimize their pumping distribution. This section of the Los Osos Basin Update Report is intended to provide updates and challenges related to the efforts to the pumping distribution optimization. There are operational challenges associated with optimizing the pumping distribution, including nitrate and chrome 6 blending limitations, production limitations, etc. Staff met with CHG on February 24, 2026 to discuss potential infrastructure modifications and/or additions to existing infrastructure necessary to achieve the optimized pumping distribution.

Purveyor	Initiatives to Achieve Distribution Pumping Optimization	Update
Golden State Water	1. New Replacement Well 2. Los Olivos PFAS Treatment System 3. South Bay Well Manganese Treatment System 4. Pumping Distribution and Demand Balance Analysis	1. Site selection in process 2. In Design 3. In Construction 4. In process
Los Osos CSD	Operational Crew Review of the Pumping Plan	The CSD water crew is looking at the feasibility to operate the system according to the plan. It is obvious that there will need to be some changes made based on the various operational requirements.
S&T Mutual Water Company	Not Applicable	Not Applicable

Sustainable Yield

At its October 27th, 2021 Meeting, the BMC unanimously approved an updated Sustainable Yield estimate of 2,380 Acre-Feet per Year (AFY) for Calendar Year 2022 and at its December 6th, 2023 Meeting, the BMC unanimously approved retaining the current Sustainable Yield estimate of 2,380 AFY for CY 2024 for the following reasons: 1) No new infrastructure, not already considered in the 2022 Sustainable Yield Estimate, has been constructed; 2) estimates for the development of the Broderson Mound and long-term average rainfall were updated and incorporated into the CY 2022 Sustainable Yield Estimate and are not anticipated to change significantly on a year-over-year basis; 3) no significant hydrogeologic investigations have been conducted that would warrant an update to the steady-state groundwater model utilized to develop the Sustainable Yield Estimate. For these same reasons, the BMC unanimously approved retaining the current Sustainable Yield Estimate of 2,380 AFY for CY 2025 at its [October 16th, 2024 Meeting](#). Staff brought a presentation on the calculation of the Sustainable Yield estimate for 2026 to the October 2, 2025 Special BMC Meeting. The Board approved the proposed CY 2026 Sustainable Yield of 2,000 AFY at the [October 15, 2025 BMC Meeting](#). The Sustainable Yield Estimate for CY 2027 will be brought to the Board in August 2026.

Lower Aquifer Nitrate Investigation

On October 19th, 2022 the BMC authorized Calendar Year (CY) 2022 funding to perform additional Nitrate Source Investigation to better understand the source of Nitrate impacting lower aquifer production wells. However, due to the inability to obtain well owner permission to sample the desired wells, much of that work was not completed in 2022. Subsequently, the Regional Water Quality Control Board (RWQCB) staff reviewed the investigation information and findings available to date and provided a presentation to the BMC at its March 15th, 2023 Meeting. BMC Party Staff is working with RWQCB Staff to identify potential additional investigations to help better inform the sources of the nitrate in the LA8 Well. On March 8th, 2024 and April 29th, 2024 BMC Staff received updates from RWQCB Staff on the status of their investigation into the source of nitrate impacting water supply wells in the western Los Osos Valley Groundwater Basin.

Basin Monitoring Program Improvement/Sweet Springs Monitoring Well (Central Coast Community-Based Water Quality Grants Program Grant)

The Central Coast Community-Based Water Quality Grants Program is offered by the Rose Foundation, in collaboration with the Central Coast Water Board and the Bay Foundation of Morro Bay. This program is dedicated to funding water quality improvement projects within the jurisdiction of the Central Coast Regional Water Quality Control Board.

On June 12th, 2024, the BMC authorized the preparation of an application for the Central Coast Community-Based Water Quality Grant Program to request \$150k for the construction of a new, lower aquifer monitoring well. The grant application was submitted on July 12th, 2024 and on September 19th, 2024 BMC Staff received an email indicating that the BMC's application is being recommended to the Rose Foundation's Board of Directors for funding. On September 24th, 2024 the Rose Foundation notified the BMC Executive Director of the grant award selection and sent an agreement for the BMC to

execute. To fulfill the requirements of the Rose Foundation Grant the BMC would provide the required 25% (\$50,000) match funding from the Monitoring Network Improvements budget item in the 2025 Calendar Year Budget. The BMC Executive Director executed the grant agreement with the Rose Foundation on October 22nd, 2024. On December 24th, 2024, the grant funds were deposited into the BMC's bank account. On February 18, 2025, LOCSD and the BMC released a Request for Proposals (RFP) for Hydrogeological Consultant Procurement for the Sweet Springs Monitoring Well (Los Osos Basin Lower Aquifer Water Quality Monitoring Well). Proposals were due March 18th, 2025. The Board approved Staff's recommendation of the selection of Cleath-Harris Geologists (CHG) as the hydrogeological consultant for this project at the [May 21, 2025 BMC Meeting](#). Construction has been delayed until due to the need to acquire HCP credits prior to construction. Due to the recent May 2025 designation of Morro Manzanita as a candidate for listing under the California Endangered Species Act, the County was short on available HCP credits for projects for the next year. The County received HCP credits on May 1st and began accepting applications from the community for these credits. The BMC submitted their Development Request Form (application) to apply for HCP credits for the Sweet Springs Monitoring Well Project in early May 2026. The application was approved in early June after the BMC completed archeological and biological visual surveys. On June 5, the \$16,562.80 fee for HCP credits was paid by the BMC. The Certificate of Inclusion (COI) was received in early August 2026. The encroachment permit has been issued. The bid was released on 07/06/2026 and closed on 08/07/2026. BMC Staff received four bids and recommend the Board award the lowest, responsive, responsible bidder, Filiponi and Thompson.

County Planning's Land Use Planning Process Update

Guide to Planning Information for Development in Los Osos:

This website provides relevant planning information for the community of Los Osos, including the Growth Management Ordinance, the Los Osos Habitat Conservation Plan and mitigation credit requirements, and frequently asked questions: Los Osos - County of San Luis Obispo

Los Osos Community Plan:

The Los Osos Community Plan (LOCP) was approved by the County Board of Supervisors on October 29, 2024. The LOCP and amendments to the Estero Area Plan were certified by the California Coastal Commission at a hearing on December 11, 2024. Both the [LOCP](#) and [Estero Area Plan](#) are now in effect.

CY 2026 Los Osos Growth Rate

<https://www.losososbmc.org/draft-los-osos-basin-management-committee-2026-growth-rate-recommendation-letter><https://agenda.slocounty.ca.gov/iip/sanluisobispo/file/getfile/174419>
https://slocounty.granicus.com/player/clip/4941?view_id=46&redirect=true

The adopted maximum growth rate in CY 2026 for the community of Los Osos is 0.4% (25 new dwelling units).

Staff intend to bring a recommendation for the CY 2027 growth rate to the Board at an upcoming BMC meeting.

Los Osos Habitat Conservation Plan (HCP):

The Los Osos HCP provides a pathway for infill development and new construction for residential, commercial, community, and public infrastructure projects that are currently on hold because of potential harm or “take” to the listed threatened and endangered species in Los Osos such as Morro Bay kangaroo rat, Morro shoulderband snail, Indian knob mountainbalm, and Morro manzanita.

The County’s Incidental Take Permit from the US Fish and Wildlife Service allows the County to provide take coverage for covered activities resulting in ground disturbance that comply with Los Osos HCP requirements by: obtaining habitat mitigation credits and performing required avoidance and minimization measures. The initial pool of habitat mitigation credits became available for eligible projects on May 1, 2026. Applicants are required to submit a Development Request Form (DRF) to the County to request available habitat mitigation credits prior to land use permit/construction permit submittal.

Title 19 Retrofit-to-Build

No Title 19 Retrofit-to-Build certificates were issued between June – July 2026.

The following table summarizes Title 19 Retrofit-to-Build certificates which have been issued through July 31, 2026.

Title 19 Retrofit-to-Build Certificates		
Total Issued (since 2008)	Issued in June 2026	Issued in July 2026
65	0	0

Los Osos Retrofit-to-Build participant interest list: <https://forms.office.com/g/nSzMkctuOUh>

Please see the Los Osos page on County’s website linked [here](#) for more information on Title 19 certificates and growth in Los Osos.

Title 19 Retrofit-to-Build Nexus Study

The County of San Luis Obispo Department of Planning and Building (County) is preparing an in-lieu fee nexus study to evaluate whether an in-lieu fee could serve as an alternative means of complying with the water conservation requirements of County Code Title 19. Under a potential in-lieu fee program, applicants for qualifying development could pay a fee in lieu of completing required plumbing fixture retrofits. Revenues generated by the fee would be used to fund projects that provide equivalent or greater groundwater sustainability benefits.

A nexus study evaluates whether there is a reasonable relationship between a proposed fee and the public benefit provided by the project or projects funded by that fee. As part of the study, the County, through a staff level process that included input and deliberation about various water treatment and

supply projects for the basin, has selected the proposed Water Resiliency Intertie Project as the project to be evaluated for its potential to provide groundwater sustainability benefits equivalent to or greater than those achieved through the existing Title 19 plumbing retrofit requirements.

On July 6, 2026, the County sent an email to the Los Osos water purveyors (attached) requesting comments on the proposed scope of the nexus study, including whether the Water Resiliency Intertie Project is the appropriate project for evaluation. The County's letter does not request comments on whether an in-lieu fee should ultimately be established. County staff has indicated that consideration of an in-lieu fee would occur through a separate public process should the nexus study conclude that such a fee is legally and technically supportable. Subsequently, the County stated in a meeting that two other projects may be evaluated as well, namely, the Sunnyside Recycled Water Connection Project and the Upper Aquifer Treatment Project, but that the Water Resiliency Intertie Project would be the main focus.

At the [Los Osos Community Services District's \(CSD\) August 6, 2026 Board Meeting](#), the Board authorized execution of joint comment letter regarding the scope of the Los Osos Title 19 Water Conservation Program Nexus Study. The letter is collaborative by the three Los Osos water purveyors. The letter supports focusing the nexus study on the proposed Water Resiliency Intertie Project and provides technical recommendations intended to improve the scope and methodology of the study. The letter also emphasizes that the nexus study should objectively evaluate whether an in-lieu fee is an appropriate mechanism for achieving the County's Title 19 water conservation objectives. The participating water purveyors do not presume that an in-lieu fee is warranted and have reserved judgment pending completion of the study. The letter represents a collaborative technical response developed by staff from the three Los Osos water purveyors, rather than a policy position regarding the adoption of an in-lieu fee. The letter (attached) has been executed by all purveyors and delivered to the County.

Land Use Permits

Only land use permits for projects that have seen movement in 2025/2026 are included in the table below. More detailed information on land use in Los Osos is available on the [LOCAC website](#).

Los Osos Land Use Permits				
	Pending	Approved in June 2026	Approved in July 2026	2025/2026 Total Approved
Single-Family Residence	10	-	2	6
Mixed-Use	1	-	-	2

County Public Works' Los Osos Water Recycling Facility Project Update

The following table summarizes flows from the LOWRF based on the available data. Urban irrigation has been updated across all months to correct for a summation error.

2026 LOWRF Wastewater and Recycled Water Flows (Acre Feet)

Year	Month	Influent	Broderon	Bayridge	Ag Users	Urban Irrigation*	Effluent
2026	Jan	55.44	46.98	1.31	0.002	2.98	51.34
2026	Feb	54.80	35.04	1.21	0.02	3.37	40.55
2026	Mar	60.80	31.08	1.34	0.38	9.46	42.34
2026	Apr	69.23	29.92	0.92	0.40	11.28	42.64
2026	May	58.13	41.04	1.37	0.68	10.32	54.74
2026	June	56.69	30.67	1.27	0.64	9.21	42.85
2026	July	56.71	18.52	1.28	0.32	15.64	36.03

*Urban Irrigation includes recycled water usage at Sea Pines, Los Osos Middle School, Monarch Grove, Los Osos Valley Road Median, and Los Osos Community Park.

LOWRF Project Updates:

- As of July 2025, the County has connected the Los Osos Community Park, Los Osos Middle School, and Monarch Grove Elementary to the LOWRF recycled water distribution system. The County received funding for these connections through the ARPA grant program.

County Update on the Cabrillo Estates Project

On May 5, 2026, the County Board of Supervisors (BOS) received a presentation on a potential sewer system project for the Cabrillo Estates area, which is a neighborhood of approximately 260 residents located outside of the County's wastewater service area for the community of Los Osos. The service area was intended to only service the "prohibition zone" which was established by the Central Coast Regional Water Quality Control Board. The BOS considered but did not move forward with approval of the project as requested by the Cabrillo Estates Property Owners Association (CEPOA). The BOS's direction to Public Works staff was to advise CEPOA that a reimbursement agreement would be needed to move forward on the initial costs of the project. For more information, the 5/5/26 Agenda item is available at:

<https://agenda.slocounty.ca.gov/iip/sanluisobispo/agendaitem/details/20237>

Sustainable Groundwater Management Act (SGMA)

SGMA Overview: SGMA took effect on January 1, 2015.¹ SGMA provides new authorities to local agencies with water supply, water management or land use responsibilities and requires various actions be taken in order to achieve sustainable groundwater management in high and medium priority groundwater basins. Los Osos Valley Groundwater Basin (Los Osos Basin) was subject to SGMA based on the 2014 Basin

¹ On September 16, 2014, Governor Jerry Brown signed into law a three-bill legislative package, composed of AB 1739 (Dickinson), SB 1168 (Pavley), and SB 1319 (Pavley), collectively known as SGMA

Prioritization by the California Department of Water Resources (DWR) that listed the Los Osos Basin as high priority and in critical conditions of overdraft.²

Basin Prioritization: On December 18, 2019, DWR released the SGMA 2019 Basin Prioritizations. Basins or subbasins reassessed to low or very low priority basins or subbasins are not subject to SGMA regulations. A summary of DWR's Final SGMA Prioritizations for the Los Osos Area Subbasin and Warden Creek Subbasin are listed below:

- Los Osos Area Subbasin is listed as **very low** priority for SGMA³ and in critical conditions of overdraft⁴
- SGMA does not apply to the portions of Los Osos Basin that are adjudicated provided that certain requirements are met (Water Code §10720.8).
- Warden Creek Subbasin is listed as **very low** priority for SGMA³

For more information on DWR's basin boundary modification and prioritization process, please visit: <https://water.ca.gov/Programs/Groundwater-Management/Basin-Prioritization>

² SGMA mandates that all groundwater basins identified by DWR as high- or medium-priority by January 31, 2015, must have groundwater sustainability agencies established by June 30, 2017. The act also requires that all high- and medium-priority basins classified as being subject to critical conditions of overdraft in Bulletin 118, as of January 1, 2017, be covered by groundwater sustainability plans, or their equivalent, by January 31, 2020. Groundwater sustainability plans, or their equivalent, must be established for all other high- and medium-priority basins by January 31, 2022.

³ As noted by DWR, the priority for the subbasin has been set to very low (0 total priority points) as a result of conditions being met under sub-component C of the Draft SGMA 2019 Basin Prioritizations.

⁴ Critical conditions of overdraft have been identified in 21 groundwater basins as described in Bulletin 118 (Water Code Section 12924). Bulletin 118 (updates 2003) defines a groundwater basin subject to condition of critical overdraft as: "A basin is subject to critical conditions of overdraft when continuation of present water management practices would probably result in significant adverse overdraft-related environmental, social, or economic impacts."

Additional Attachments:

1. Updated Status of Basin Plan Infrastructure Projects
2. Email Correspondence and Purveyor joint comment letter regarding the scope of the Los Osos Title 19 Water Conservation Program Nexus Study

Update on Status of Basin Plan Infrastructure Projects

Program Name	Project Name	Parties Involved	BMC Budgeted Amount	Funding Status	Anticipated Planning/Pre-Construction Cost	Anticipated Capital Cost	Status/Notes
Program A – Shift groundwater production from Lower Aquifer to Upper Aquifer	Water Systems Interconnection	LOCSD/ GSWC	NA	NA	NA	NA	Completed
	Upper Aquifer Well (8 th Street)	LOCSD	NA	Fully Funded	NA	\$307,000	Completed
	South Bay Well Nitrate Removal	LOCSD	NA	NA	NA	NA	Completed
	Palisades Well Modifications	LOCSD	NA	NA	NA	NA	Completed
	Blending Project (Skyline Well)	GSWC	NA	NA	NA	NA	Completed
	Water Meters	S&T	NA	NA	NA	NA	Completed
Program B - Shift groundwater production from Lower Aquifer to Upper Aquifer	LOCSD Wells (Upper Aquifer)	LOCSD		Not Funded	TBD	BMP: \$2.7 mil	Project not initiated
	GSWC Wells (Upper Aquifer)	GSWC		Not Funded	TBD	BMP: \$3.2 mil	Project not initiated
	Community Nitrate Removal Facility	LOCSD/GSWC/S&T	TBD	Partial, GSWC portion funded	TBD	GSWC: \$1.23 mil	GSWC’s Program A Blending Project might be capable of expanding to be the first phase of the Program B Community Nitrate Removal Facility.
Program C - Shift production within the Lower Aquifer from the Western Area to the Central Area of the Basin	Expansion Well No. 1 (Los Olivos)	GSWC	NA	NA	NA	NA	Completed
	Expansion Well No. 2 (Lower Aquifer)	LOCSD		LOCSD	TBD	BMP: \$2.5 mil	The Bay Oaks well is completed and operational as of January 2026.
	Expansion Well 3 (Lower Aquifer) and LOVR Water Main Upgrade	GSWC/LOCSD		Cooperative Funding	TBD	BMP: \$1.6 mil	The deferral from Program C for this project was removed by the BMC on August 16th, 2023.
	LOVR Water Main Upgrade	GSWC		May be deferred	TBD	BMP: \$1.53 mil	Project may not be required, depending on the pumping capacity of the drilled Program C wells. It may be deferred to Program D.
	S&T/GSWC Interconnection	S&T/ GSWC		Pending	TBD	BMP: \$30,000	Currently on hold pending further evaluation of the project.
Program D - Shift production within the Lower Aquifer from the Western Area to the Eastern Area of the Basin							Currently being considered for deferment through Adaptative Management. BMC to review on an annual or semi-annual basis.
Program M – Groundwater Monitoring Plan	New Zone D/E lower aquifer monitoring well in Cuesta by the Sea	All Parties	NA	NA	NA	NA	Completed
Program U - Urban Water	Creek Discharge Program	All Parties				TBD	These activities are currently on hold. The Transient Model and Water Recycling Funding Study are intended to better inform the BMC on the most effective opportunities for increasing the sustainable yield of the Basin.

Program Name	Project Name	Parties Involved	BMC Budgeted Amount	Funding Status	Anticipated Planning/Pre-Construction Cost	Anticipated Capital Cost	Status/Notes
Reinvestment Program	8 th and El Moro Urban Storm Water Recovery Project	All Parties				TBD	These activities are currently on hold. The Transient Model and Water Recycling Funding Study are intended to better inform the BMC on the most effective opportunities for increasing the sustainable yield of the Basin.



Outlook

Invitation to comment - Los Osos Title 19 Water Conservation Program Nexus Study scope of work

From Claire Momberger <cmomberger@co.slo.ca.us>

Date Mon 7/6/2026 9:01 AM

To Gkwolek_losososcsd.org <Gkwolek@losososcsd.org>

Cc Briana Medvecki <bmedvecki@co.slo.ca.us>; rmunds_losososcsd.org <rmunds@losososcsd.org>

Greetings,

The County of San Luis Obispo Department of Planning & Building ("County Planning") invites you to communicate any additional comments on the Los Osos Title 19 Water Conservation Program Nexus Study ("Nexus Study") scope of work described below, as we prepare to solicit consultant proposals. Please review the information below and provide any comments on the Nexus Study scope of work to County Planning (cmomberger@co.slo.ca.us) within the next thirty days (by August 17, 2026).

Thank you for collaborating with County Planning this year to explore the opportunity for an in-lieu fee and for contributing to the preparation of the Nexus Study. As has been discussed throughout our regular coordination meetings this year, the combined goal of the in-lieu fee would be to provide property owners with an effective alternative to meet the County Code Title 19.07.042 water conservation requirements and to contribute to sustainable groundwater management efforts that lead to basin-wide benefits.

The in-lieu fee must result in water savings equivalent to or better than the Title 19 water savings requirements for new development. An applicant for new development could pay an in-lieu fee (instead of retrofitting plumbing fixtures in existing structures) to receive a Title 19 Certificate or equivalent and to satisfy County Title 19 requirements. The Los Osos Community Services District's (LOCSO) Water Recycling Funding Program Facilities Planning Study evaluated recycled water and supplemental supply alternatives to improve groundwater sustainability. Based on discussions with the water purveyors and in consideration of the longer-term strategies to support the health of the Los Osos Groundwater Basin, the Nexus Study scope of work will be focused on the Water Resiliency Intertie Project. The Nexus Study will evaluate if implementation of the Water Resiliency Intertie Project would result in equal or better benefit to the Los Osos Groundwater Basin than the individual and property-by-property plumbing fixture retrofits that are currently implemented through the County Title 19 requirements.

If the findings of the Nexus Study do support an in-lieu fee, County Planning would facilitate further development of the fee and prepare it for adoption at a public hearing held by the County Board of Supervisors.

Please provide any further comments on the Nexus Study to Senior Planner Claire Momberger (cmomberger@co.slo.ca.us) by August 17, 2026.

Thank you!

Take care,

Claire Momberger, M.S.

Senior Planner, Long-Range Planning
Department of Planning and Building
County of San Luis Obispo

Phone: (805) 781-1392
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Email: cmomberger@co.slo.ca.us

Website: www.slocounty.ca.gov

August 12, 2026

San Luis Obispo County
Department of Planning and Building
VIA EMAIL: cmomberger@co.slo.ca.us

Subject: Invitation to Comment - Los Osos Title 19 Water Conservation Program Nexus Study Scope of Work

Ms. Momberger,

Thank you for the opportunity to comment on the scope of work for the Los Osos Title 19 Water Conservation Program Nexus Study ("Nexus Study").

We understand that the County of San Luis Obispo Department of Planning & Building ("County Planning") is exploring the creation of an in-lieu fee program in which an applicant for new development could pay an in-lieu fee (instead of retrofitting plumbing fixtures in existing structures) to receive a Title 19 Certificate or equivalent and to satisfy County Title 19 requirements (collectively, the "In-Lieu Fee Program").

In connection with the proposed In-Lieu Fee Program, we understand that County Planning seeks to undertake a Nexus Study focused on the Water Resiliency Intertie Project ("Intertie Project") and will evaluate potential benefits of the Intertie Project as compared to the water savings currently achieved through plumbing retrofitting implemented through the County Title 19 requirements.

Golden State Water Company, Los Osos Community Services District and S&T Mutual Water Company (collectively, the "Purveyors") agree that the Intertie Project offers potentially significant benefits to the Los Osos Groundwater Basin. Accordingly, although the Purveyors continue to have questions and concerns regarding the proposed In-Lieu Fee Program, they support the County's decision to focus the Nexus Study on evaluating the potential benefits of the Intertie Project and its relationship to the objectives of the County's Title 19 requirements.

We look forward to reviewing the results of the Nexus Study and continuing to work collaboratively with County Planning as the Nexus Study progresses. We appreciate the opportunity to provide input at this stage and welcome continued engagement as the Nexus Study is developed and evaluated, particularly with respect to any future recommendations regarding the In-Lieu Fee Program.

Sincerely,

Mark Zimmer Digitally signed by Mark Zimmer
Date: 2026.08.13 11:22:32 -0700

Mark Zimmer, General Manager, Coastal District
Golden State Water Company



Greg Kwolek, General manager
Los Osos Community Services District



Julie McAdon, Director/President
S&T Mutual Water Company

TO: Los Osos Basin Management Committee

FROM: Dan Heimerl, Executive Director

DATE: August 19, 2026

SUBJECT: Item 9a – Sustainable Yield Estimate for Calendar Year 2027

Recommendations

Recommendation: Consider approval of the proposed Sustainable Yield estimate of 2,000 AFY for Calendar Year 2027 or provide alternate direction to Staff.

Background

In the Stipulated Judgement (SJ) and the Basin Plan, the BMC Parties agreed on a framework and methodology for estimating and updating the Sustainable Yield for the Los Osos Basin (Basin), referred to as Sustainable Yield_x, where “X” represents the Sustainable Yield estimate for that year. The SJ and Basin Plan require the BMC to annually evaluate, confirm and set the Sustainable Yield_x based on the best available data and evidence.

Section 6.3.2 (A) of the Basin Plan defines Sustainable Yield_x as:

Sustainable Yield_x equals the maximum amount of groundwater that may be extracted from the Basin in Year X without causing seawater to advance further inland and with no active well producing water with chloride concentrations above 250 mg/l...

The Sustainable Yield_x is determined for a given set of infrastructure in place by using the Model to determine the maximum amount of groundwater extractions that may occur with a stable seawater intrusion front, and no active well producing water with chloride concentrations above 250 mg/l.

The amount of water that can be extracted under these criteria has historically been determined using the Steady State Model¹ created for the Basin.

¹ Section 2.1 of the Stipulated Judgement describes the model as follows:

The current computer generated numerical model (“Model”) was created and is maintained by Cleath-Harris Geologists, Inc. (“CHG”) on behalf of the parties acting collectively. The Model is described in the Basin Plan, Section 5.6. The parties hereby agree and stipulate that the Model has been constructed in a reasonable, technically adequate manner and is useful for evaluating the Basin and the projected impacts on the Basin from various proposed management actions.

Adaptive Method Sustainable Yield Methodology (2022- 2025 SYs)

At the [July 21, 2021 BMC Meeting](#), the BMC directed staff to review the Sustainable Yield estimate and to bring back recommendations for calculating the Sustainable Yield_x for 2022. At the [October 27, 2021 BMC meeting](#), the BMC adopted a new Sustainable Yield Calculation Methodology (the Adaptive Method) which included the following changes:

1. **Seawater Intrusion Threshold** - The Adaptive Method Sustainable Yield calculation limits the extent of seawater intrusion to not intrude farther inland than the 2021 Basin conditions, whereas previous sustainable yield calculations allowed seawater to intrude further into the Basin. This approach establishes that further degradation of the Basin is an undesirable effect and basin pumping should be managed to, at a minimum, not further degrade the basin and with the goal (Basin Yield Metric 80 pumping target) of reversing seawater intrusion and pushing the seawater intrusion front back toward the Bay.
2. **Broderon Mound** - The Adaptive Method Sustainable Yield calculation utilizes the assumption that the Broderon Mound is only developed to an extent based on the current observed extent, not the anticipated fullest extent at some future date.
3. **Available Infrastructure** – The Adaptive Method Sustainable Yield calculation includes only currently available infrastructure and infrastructure anticipated to be available for the majority of the upcoming year during which the Sustainable Yield is being estimated.
4. **Precipitation** – The Adaptive Method Sustainable Yield Calculation includes updated rainfall accumulation data to account for more recent hydrologic conditions.

Utilizing the Adaptive Method Sustainable Yield calculation methodology, the BMC unanimously approved a Sustainable Yield estimate for Calendar Year 2022 (Sustainable Yield₂₀₂₂) of 2,380 AFY, which represented a reduction from the 2021 Sustainable Yield estimate of 2,760 AFY. Additional details on the Adaptive Method for Sustainable Yield calculation are included in the [October 27, 2021 BMC meeting](#) recording. The same Sustainable Yield estimate (2,380 AFY) was subsequently approved by the BMC for Calendar Years 2023, 2024, and 2025.

Adaptive Method and Transient Model Sustainable Yield Methodology (2026 -2027 SYs)

To support the BMC in evaluating updated approaches for developing the Sustainable Yield estimate for 2026, Cleath-Harris Geologists prepared the Updated [Sustainable Yield 2026 Baseline Scenario Results for the Los Osos Basin Technical Memorandum \(TM\)](#) included as Attachment 1. This TM discusses the Adaptive Method and the Transient Model Methodology for Sustainable Yield calculation adopted by the Board at the [October 15, 2025 BMC Meeting](#) and utilized for calculation of the CY 2026 Sustainable Yield.

At the [October 2, 2025 BMC Meeting](#), the Board provided direction to BMC and Purveyor staff to evaluate the operational feasibility of the pumping distribution that was assumed in the previous sustainable yield estimate calculation that estimated that 2,020 AFY could be extracted without violating the criteria established by the BMC for preventing seawater intrusion. Based on follow-up discussions with Purveyor

staff it was determined that operational modifications would be required to achieve the pumping distribution included in the 2026 Sustainable Yield estimate modeling scenario.

To account for the fact that operational modifications would require time to complete, BMC and BMC Party Staff developed a modified approach to calculating the Sustainable Yield estimate that assumes that the Current Condition pumping distribution (i.e. average distribution of pumping from 2019 – 2023) would need to continue for the next 5 years (CY 2026 – CY 2030) to allow time for the operational modifications to be completed before the optimized distribution of pumping could be achieved.

The results of the updated 50-Yr implementation period Sustainable Yield estimate scenario indicate that with five years of current condition pumping and forty-five years of optimized distribution of pumping, utilizing existing Los Osos Purveyor (i.e. Los Osos Community Services District, Golden State Water Company, and S & T Mutual Water Company) infrastructure 2,000 AFY could be extracted from the Basin without exceeding the criteria established in the Adaptive Method for seawater intrusion over a 50-yr period (see the “Results” section in the [Sustainable Yield 2026 Baseline Scenario Results for the Los Osos Basin Technical Memorandum](#)). Thus, lowering the Sustainable Yield estimate from the previous iteration by 20 AFY due to the estimated amount of time required to implement the operational modifications to the purveyors wells and/or distribution systems.

Discussion

Prior to the beginning of Calendar Year 2027, the BMC is tasked with establishing a Sustainable Yield estimate for 2027. For Calendar Year 2027, BMC Staff is recommending that the BMC retain the current Sustainable Yield estimate of 2,000 AFY for CY 2027 for the following reasons: 1) No new infrastructure, not already considered in the 2,000 AFY Sustainable Yield Estimate, has been constructed; 2) estimates for the development of the Broderson Mound and long-term average rainfall were updated and incorporated into the 2,000 AFY Sustainable Yield Estimate and are not anticipated to change significantly on a year-over-year basis; and 3) no significant hydrogeologic investigations have been conducted that would warrant an update to the transient model utilized to develop the Sustainable Yield Estimate.

The 2027 Sustainable Yield of 2,000 AFY accounts for an optimized pumping distribution by 2030. Purveyors are progressing toward the optimized distribution by modifying operations, replacing a well, modifying treatment systems, and analyzing the demand balance. While none of these initiatives have been completed yet to date, the Purveyors have not indicated that an optimized pumping distribution cannot be achieved within the 5-year timeframe assumed in the 2,000 AFY Sustainable Yield estimate.

Recommendations

Staff recommend the BMC and consider approval of the proposed Sustainable Yield estimate of 2,000 AFY for Calendar Year 2027 or provide alternate direction to Staff.

Attachments

1. [Updated Sustainable Yield 2026 Baseline Scenario Results for the Los Osos Basin Technical Memorandum](#) (October 13, 2025)

TO: Los Osos Basin Management Committee

FROM: Dan Heimerl, Executive Director

DATE: August 19, 2026

SUBJECT: Item 9b – Sweet Springs Monitoring Well Construction Bid Award and Budget Reallocation

Recommendation

Receive the recommendation and consider approval of the selection of Filiponi and Thompson to provide Construction Services for the Sweet Springs Monitoring Well. Approve the reallocation of reserve funds and contingency funds to the Sweet Springs Monitoring Well Project budget to cover anticipated overages and authorize the Executive Director to execute the proposed contingency as needed.

Background

On October 22, 2024, the BMC Executive Director executed the grant agreement with the Rose Foundation to receive \$150,000 in grant funding from the Community-Based Water Quality Grant Program for the construction of a new, lower aquifer monitoring well (Sweet Springs Monitoring Well). On December 24th, 2024, the grant funds were deposited into the BMC's bank account. The grant agreement requires a 25% (\$50,000) match, which was included in the BMC's budget in the Monitoring Network Improvements budget item in the 2025 Calendar Year Budget.

The deep monitoring well cluster, consisting of two groundwater monitoring wells (1a and 1b, collectively referred to as the Sweet Springs Monitoring Well) will be drilled approximately 25 feet apart in County right-of-way at the proposed location for the Sweet Springs Monitoring Well: intersection of Pismo Ave. and 5th Street. Project plans are for one 2.5" Schedule 80 PVC well up to approximately 540 feet depth, and one 2.5" Schedule 80 PVC well up to approximately 380 feet depth. The purpose of the well cluster is to monitor Lower Aquifer Zone D (up to 380-foot well depth) and Zone E (up to 540-foot well depth) for seawater intrusion.

Contract Award

On February 18, 2025, LOCSD and the BMC released a [Request for Proposals \(RFP\) for Hydrogeological Consultant Procurement](#) for the Sweet Springs Monitoring Well. At the [May 21, 2025 BMC meeting](#), the Board awarded Cleath-Harris Geologists to provide Hydrogeologic Well Design and Construction Support Services for the Sweet Springs Monitoring Well.

On July 6, 2026, LOCSD and the BMC released a [Notice Inviting Bids for the Sweet Springs Groundwater Monitoring Wells Project](#). Bids were due August 7, 2026. BMC Party Staff reviewed the four bids

received and identified Filiponi and Thompson as the lowest, responsive, responsible bidder to provide Construction Services for the Sweet Springs Monitoring Well.

Budget Modification

The project budget for construction is \$160,000. The budget shown below was included in the grant application submitted in July 2024.

Sweet Springs Monitoring Well Budget

Task	Budget
Construction (Driller/Contractor TBD)	\$160,000
Hydrogeological Well Design and Construction Support (Hydrogeologist TBD)	\$30,000
Procurement Support	\$5,000
Administrative Support	\$5,000
Total	\$200,000

The lowest responsive bid was \$178,300, which is \$18,300 over budget. BMC Staff propose the Board allocate funds from contingency/reserves to a new budget item in the CY 2026 Budget. These additional funds will only be utilized after the BMC match and grant funds have been utilized. In addition to the anticipated \$18,300 over budget, Staff propose to include a 5% contingency of the total construction estimate, \$8,915, in this new budget item for a total of \$27,215. Staff propose the Board authorize the Executive Director to execute the contingency as needed.

Assuming the proposed expenditures on consent were approved, the BMC has \$38,420 across reserves and contingency. Approving \$27,215 of contingency/reserves for this project would result in a contingency of \$0 and a remaining reserve of \$11,205.

Since it was determined that HCP credits will not be required for the geophysics investigations, there may be a future opportunity for the BMC to replenish the reserve fund utilizing the \$13,357 remaining budget allocated for geophysics HCP credits. BMC Staff may alternatively recommend utilizing these funds for other aspects of the geophysics project.

Attachments:

None