



May 30, 2018

TO: LOCS D Board of Directors
FROM: Renee Osborne, General Manager
SUBJECT: **Agenda Item 9D – 6/7/2018 Board Meeting**
General Manager Activity for May 2018

President
Vicki L. Milledge

Vice President
Marshall E. Ochylski

Directors
Charles L. Cesena
Jon-Erik G. Storm
Louis G. Tornatzky
Christine Womack

General Manager
Renee Osborne

District Accountant
Robert Stilts, CPA

Unit Chief
Scott M. Jalbert

Battalion Chief
Greg Alex

LOS OSOS LOW INCOME ASSISTANCE FUND

- This item was presented to the Finance Advisory Committee on June 30th per the Board's request. The Committee was tasked with the recommendation of what to do with the remaining funds. The project has since been reviewed at the June 4th FAC meeting. This item will be discussed under Agenda Item 12E.

WATER CONSERVATION CAMPAIGN

- The Chamber of Commerce has completed the artwork for the banners for posting around the Community. They have been printed and are being hung around the community. The next step is the printing of the posters for the downtown businesses and lawn posters for the residents. Attached is a preview of one of the banners.

STAFF/FIRE

- All Utilities, Admin, and Fire Staff has been working on the budget for the 2018-2019 Fiscal Year. We have been getting quotes for projects and updated services.
- Staff have been working on cleaning out the sea trains and organizing the District's Archive Library. We have run into several boxes of items that are past their expiration of retention according to the District's Archive policy. Per the policy we are required to submit the items for destruction in September. We are proposing a one timeline change to July because the space is needed by the Water Department while they work on their building. We will be bringing a resolution to the July meeting with the items that can be purged.
- The Water Operations Crew has also been working on transferring items, organizing and cleaning up their equipment and parts to the now empty sea train.

PARKS AND RECREATION

- We are working on submittal of the Dog Park lease and will start the process on updating the Community Plan.

NBS

NBS has sent out Delinquent Notices to 117 property owners. The fees associated with these reminder letters will be collected from the individual parcels that received the letters. The District would receive an invoice for the fees initially, but would be reimbursed through levy collections from the next assessment installments that are billed to property owners.

STANDARD & POORS RATING

Attached is a letter from S & P Global Ratings. The Los Osos Community Services District Wastewater Assessment District No. 1 Bond rating has increased from BBB- to BBB+ "while affirming a stable outlook".

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Rotar

May 1, 2018

Los Osos Community Services District
2122 9th Street, Suite 102
Los Osos, CA 93402
Attention: Ms. Renee Osborne, General Manager

**Re: *Los Osos Community Svcs District Wastewater Assessment District No. 1 Spclasmnt
(Municipal Bond Investors Assurance) (Municipal Bond Investors Assurance Of
Illinois), California***

Dear Ms. Osborne:

S&P Global Ratings has reviewed the rating on the above-listed obligations. Based on our review, we have raised the underlying rating (SPUR) from "BBB-" to "BBB+" while affirming the stable outlook. A copy of the rationale supporting the rating and outlook is enclosed.

This letter constitutes S&P Global Ratings' permission for you to disseminate the above rating to interested parties in accordance with applicable laws and regulations. However, permission for such dissemination (other than to professional advisors bound by appropriate confidentiality arrangements) will become effective only after we have released the rating on standardandpoors.com. Any dissemination on any Website by you or your agents shall include the full analysis for the rating, including any updates, where applicable.

To maintain the rating, S&P Global Ratings must receive all relevant financial and other information, including notice of material changes to financial and other information provided to us and in relevant documents, as soon as such information is available. Relevant financial and other information includes, but is not limited to, information about direct bank loans and debt and debt-like instruments issued to, or entered into with, financial institutions, insurance companies and/or other entities, whether or not disclosure of such information would be required under S.E.C. Rule 15c2-12. You understand that S&P Global Ratings relies on you and your agents and advisors for the accuracy, timeliness and completeness of the information submitted in connection with the rating and the continued flow of material information as part of the surveillance process. Please send all information via electronic delivery to pubfin_statelocalgovt@spglobal.com. If SEC rule 17g-5 is applicable, you may post such information on the appropriate website. For any information not available in electronic format or posted on the applicable website,

Please send hard copies to:

S&P Global Ratings
Public Finance Department
55 Water Street
New York, NY 10041-0003

The rating is subject to the Terms and Conditions, if any, attached to the Engagement Letter applicable to the rating. In the absence of such Engagement Letter and Terms and Conditions, the rating is subject to the attached Terms and Conditions. The applicable Terms and Conditions are incorporated herein by reference.

S&P Global Ratings is pleased to have the opportunity to provide its rating opinion. For more information please visit our website at www.standardandpoors.com. If you have any questions, please contact us. Thank you for choosing S&P Global Ratings.

Sincerely yours,

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js
enclosure

cc: ***Ms. Ann Kudart, Administrative Services Manager
os Osos Community Services District Wastewater Assessment District No. 1***

S&P Global Ratings

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