



**SAN LUIS OBISPO
LOCAL AGENCY FORMATION COMMISSION
MAY 16, 2024, MEETING MINUTES**

Call to Order

The San Luis Obispo Local Agency Formation Commission (LAFCO) meeting was called to order at 9:00 a.m. on Thursday, May 16, 2024, by Chairperson Ochylski in the Board of Supervisors Chambers at the County Government Center, 1055 Monterey Street, San Luis Obispo, CA 93408.

Pledge of Allegiance

Roll Call

Present: Chairperson Marshall Ochylski, Vice Chair Steve Gregory, Commissioners Debbie Arnold, Jimmy Paulding, and Ed Waage, and Alternate Commissioners Ed Eby and David Watson

Absent: Commissioner Robert Enns and Alternate Commissioners Dawn Ortiz-Legg and Carla Wixom

Staff: Rob Fitzroy, LAFCO Executive Officer
Imelda Marquez-Vawter, LAFCO Analyst
Morgan Bing, LAFCO Clerk Analyst
Brian Pierik, LAFCO Legal Counsel

Approval of the Minutes: April 18, 2024

Chairperson Ochylski announced the consideration of approval of the April 18, 2024, Regular Meeting Minutes.

Chairperson Ochylski asked for Commissioner comments or a motion to approve the minutes.

Vice Chair Gregory motioned to approve the minutes.

Commissioner Watson seconded the motion.

Chairperson Ochylski opened the item for public comment, announcing it was closed shortly after hearing none.

The motion was passed with a unanimous voice vote.

Non-Agenda Public Comment Period

Chairperson Ochylski opened the item for public comment.

Greg Grewal, resident of Creston, commented on issues related to the formation of water districts.

Chairperson Ochylski closed public comment.

Informational Matters

A-1: Informational Report on Shandon San Juan Water District Condition Compliance

Mr. Fitzroy presented the item.

Chairperson Ochylski opened the item for public comment.

Greg Grewal commented on SSJWD condition compliance and compliance with California Water Code.

Chairperson Ochylski closed public comment and asked for Commissioner comments or a motion to approve the item.

Commissioner Watson asked Greg Grewal if he has taken the information presented to the Grand Jury.

Greg Grewal responded to questions and provided comment.

Commissioner Arnold commented on control of the groundwater in the North County.

Commissioner Watson asked if these potential issues may be investigated further with the District's municipal service review.

Mr. Fitzroy responded to questions and provided comment.

Chairperson Ochylski announced the item was received and filed.

Regular Matters

B-1: LAFCO No. 5-S-23 | Municipal Service Review and Sphere of Influence Study for Cambria Community Healthcare District

Mr. Fitzroy and **Mrs. Marquez-Vawter** presented the item.

Chairperson Ochylski opened the item for Commissioner questions.

Commissioner Waage inquired about funding for the District’s long-term liabilities.

Mrs. Marquez-Vawter responded to questions and provided comment.

Mr. Fitzroy responded to questions and provided comment.

Iggy Federoff, Board Member of CCHD, responded to questions and provided comment.

Vice Chair Gregory asked about financial trends within the District.

Iggy Federoff responded to questions and provided comment.

Chairperson Ochylski opened the item for public comment, announcing it was closed shortly after hearing none.

Commissioner Waage motioned to approve staff recommendation for Action 1.

Vice Chair Gregory seconded the motion.

AYES: Commissioner Waage, Vice Chair Gregory, Commissioner Arnold, Eby, Paulding, Watson, and Chairperson Ochylski

NAYS: None

ABSTAINING: None

The motion was passed.

Commissioner Waage motioned to approve staff recommendation for Action 2.

Vice Chair Gregory seconded the motion.

AYES: Commissioner Waage, Vice Chair Gregory, Commissioner Arnold, Eby, Paulding, Watson, and Chairperson Ochylski

NAYS: None

ABSTAINING: None

The motion was passed.

B-2: Authorize Release of Request for Proposal for Legal Counsel

Mr. Fitzroy presented the item.

Chairperson Ochylski asked **Mr. Pierik** if the timeline was agreeable.

Mr. Pierik agreed.

Chairperson Ochylski opened the item for Commissioner questions.

Commissioner Eby inquired about who the RFP would be issued to.

Mr. Fitzroy responded to questions and provided comment.

Chairperson Ochylski opened the item for public comment announcing it was closed shortly after hearing none.

Commissioner Waage motioned to approve staff recommendation.

Commissioner Watson seconded the motion.

AYES: Commissioners Waage, Watson, Arnold, Eby, Paulding, Vice-Chair Gregory, and Chairperson Ochylski

NAYS: None

ABSTAINING: None

The motion was passed.

B-3: Consideration of the Fiscal Year 2022-2023 Audit

Mr. Fitzroy presented the item.

Chairperson Ochylski opened the item for Commissioner questions.

Commissioner Waage inquired about interest on reserves.

Mr. Fitzroy responded to questions and provided comment.

Vice Chair Gregory commented on an error in the slides.

Commissioner Watson asked about projected cash balance.

Mr. Fitzroy responded to questions and provided comment.

Chairperson Ochylski opened the item for public comment, announcing it was closed shortly after hearing none.

Commissioner Paulding motioned to approve staff recommendation.

Vice Chair Gregory seconded the motion.

AYES: Commissioner Paulding, Vice Chair Gregory, Commissioners Arnold, Eby, Waage, Watson, and Chairperson Ochylski

NAYS: None

ABSTAINING: None

The motion was passed.

B-4: Consideration of the Final Fiscal Year 2024-2025 Budget and Work Plan

Mr. Fitzroy presented the item.

Chairperson Ochylski opened the item for Commissioner questions.

Commissioner Paulding inquired about the timing of Nipomo CSD MSR and staff workload.

Mr. Fitzroy responded to questions and provided comment.

Commissioner Watson asked about prioritization of MSRs.

Mr. Fitzroy responded to questions and provided comment.

Chairperson Ochylski opened the item for public comment, hearing none.

Commissioner Waage motioned to approve staff recommendation for Action 1.

Commissioner Arnold seconded the motion.

Commissioner Paulding suggested amending the motion to give staff direction to prioritize the MSR workload based off need.

Commissioner Waage suggested relying on staff to prioritize workload and not include the direction in the motion.

Commissioner Paulding inquired about staff workload.

Mr. Fitzroy responded to questions and provided comment.

Commissioner Waage commented on staff workload.

Chairperson Ochylski asked for a roll call vote.

AYES: Commissioners Waage, Arnold, Eby, Paulding, Watson, Vice Chair Gregory, and Chairperson Ochylski

NAYS: None

ABSTAINING: None

The motion was passed.

Commissioner Waage motioned to approve staff recommendation for Action 2.

Commissioner Watson seconded the motion.

AYES: Commissioners Waage, Watson, Arnold, Eby, Paulding, Vice-Chair Gregory, and Chairperson Ochylski

NAYS: None

ABSTAINING: None

The motion was passed.

Commissioner Waage motioned to approve staff recommendation for Action 3.

Commissioner Watson seconded the motion.

AYES: Commissioners Waage, Watson, Arnold, Eby, Paulding, Vice-Chair Gregory, and Chairperson Ochylski

NAYS: None

ABSTAINING: None

The motion was passed.

Closed Session

C-1: Pursuant to Government Code Section 54957 – Public Employee Performance Evaluation | Title: Executive Officer

Commissioner Waage recommended completing the Commissioner, Legal Counsel, and Executive Officer comments before going into closed session.

Chairperson Ochylski agreed.

Commissioner Comments: None

Legal Counsel Comments: None

Executive Officer Comments: **Mr. Fitzroy** provided comment regarding upcoming meetings, announced Heather Jensen’s resignation, proposed posting notice for the public member position, and provided updates on the incoming San Simeon CSD dissolution application. **Commissioner Arnold** inquired about the dissolution application and **Mr. Fitzroy** responded to questions.

Chairperson Ochylski introduced the Closed Session item.

Chairperson Ochylski opened the item for public comment, announcing it was closed shortly after hearing none.

Chairperson Ochylski called the meeting into closed session at 10:21 AM.

At 11:00 a.m.; **Chairperson Ochylski** called the open session back into order with no report on Closed Session.

Report on Closed Session: **Chairperson Ochylski** stated that there was no reportable action.

Adjournment: With no further business before the Commission, the meeting adjourned at 11:01 a.m. until the next meeting of the Commission in the Board of Supervisors Chambers at the County Government Center in San Luis Obispo.

THESE MINUTES ARE NOT OFFICIAL NOR ARE THEY A PERMANENT PART OF THE RECORD UNTIL THEY ARE APPROVED BY LAFCO COMMISSIONERS AT THE NEXT REGULAR MEETING.

Respectfully submitted,
Morgan Bing, LAFCO Clerk Analyst