

Los Osos Wastewater Project

San Luis Obispo County
Department of Public Works

July 27, 2010



Project Update

- **USDA Funding Update**
- **Due Diligence and Project Financing**
- **Next Steps**
- **Board Direction regarding Due Diligence Timing**

Due Diligence Considerations

- **Environmental Permits**
 - **Financing Availability**
 - **Litigation Risks**
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Due Diligence Considerations

➤ **USDA Financing**

➤ **SRF Financing**

➤ **Rates and Charges Ordinance
Process per Proposition 218**

Rates and Charges Process

- **Draft ordinance**
- **Board study session on rate options**
- **Introduce final ordinance at Board**
- **45 day protest period**
- **Hold town-hall meeting**
- **Protest hearing/adopt ordinance**

Next Steps

- **Coastal Development Permit Conditions**
 - **Contracting Process**
 - **Schedule Options**
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Coastal Permit Conditions

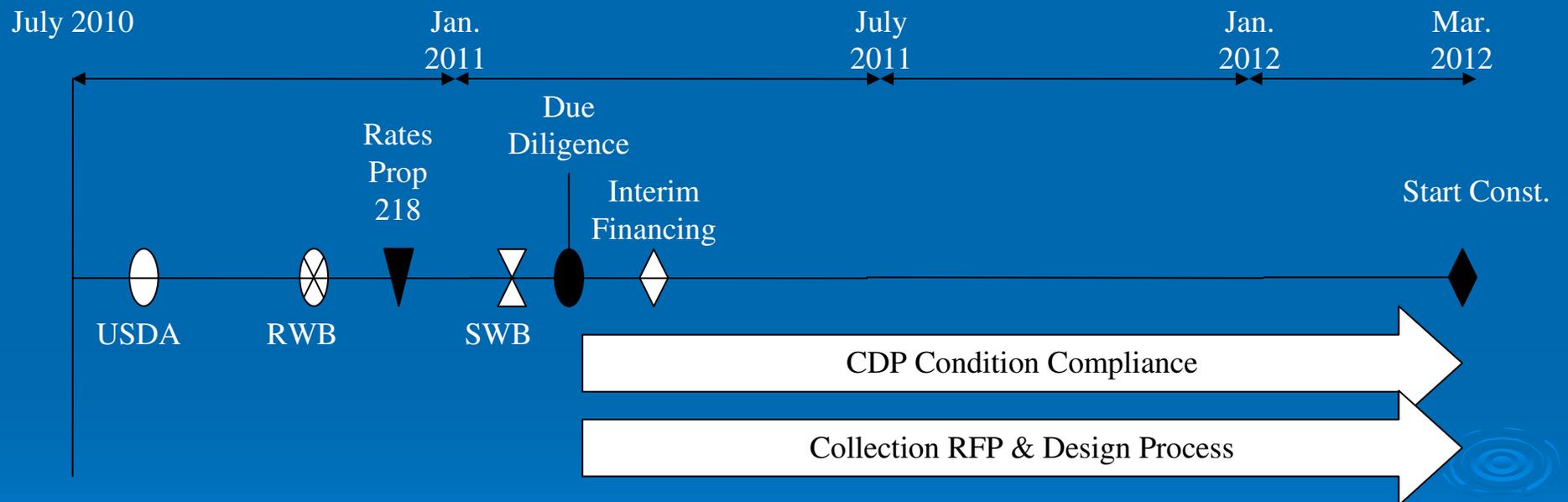
- **Project Design Details**
- **Construction Period Plans**
- **Environmental Mitigation Plans**
- **Recycled Water Management Plans**
- **Post Construction Efforts**

Construction Contracting

- **RFP process**
 - **Collection System**
 - **Treatment Facility**
- **Revise collection system design**
- **Coastal Commission Executive Director review and approval**
- **Start construction**

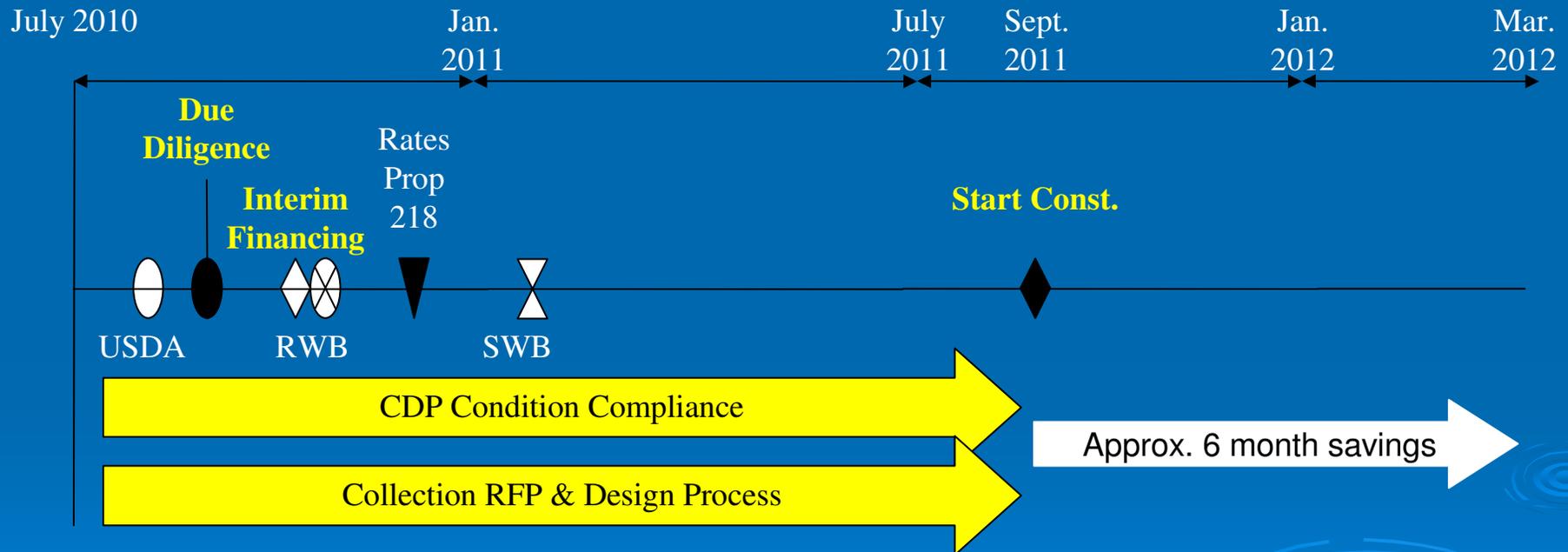
Schedule Options

Timeline Under Existing Board Direction and Budget



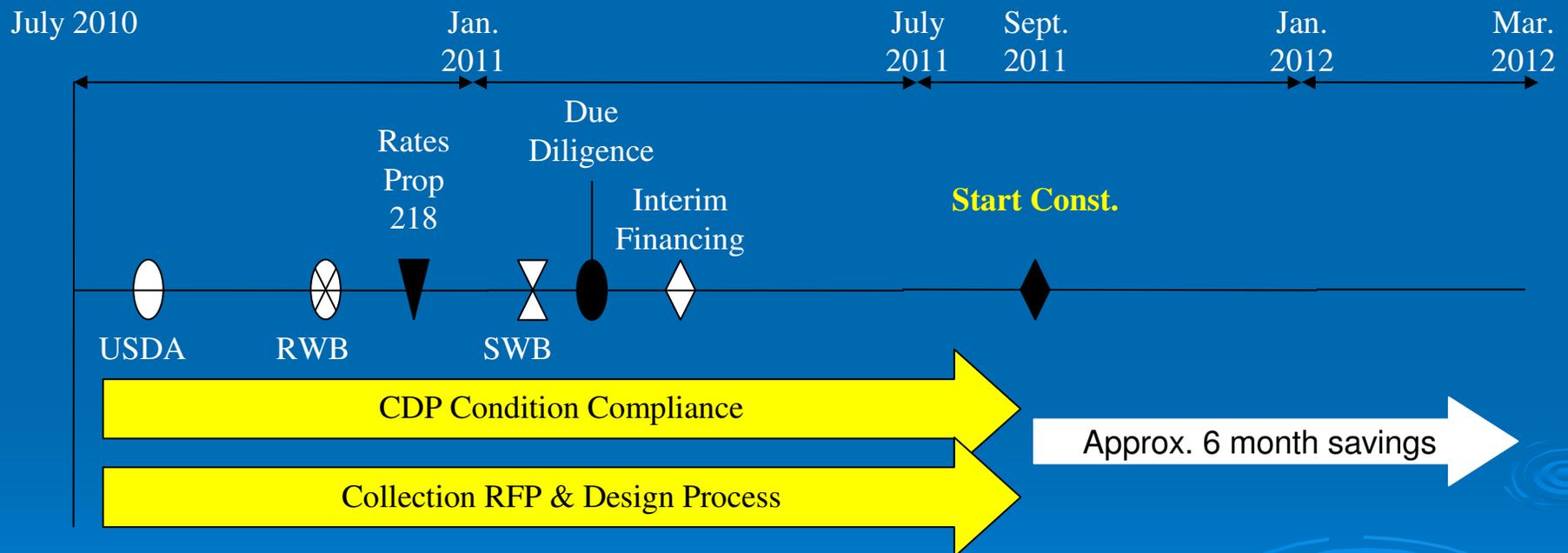
Schedule Options

Option 1: Adopt Due Diligence Resolution Prior to Securing Financing



Schedule Options

Option 2: Increase Project Budget \$400,000 Prior to Due Diligence Resolution



Board Direction

- **Milestones for Due Diligence**
- **Continue with Existing Direction**
 - Utilize existing budget
 - March 2012 anticipated construction
- **Accelerate Project Schedule**
 - Option 1: Adopt Due Diligence
 - Option 2: Provide additional funding