



Notice of Regular Meeting NACIMIENTO PROJECT COMMISSION

THURS., APRIL 23, 2026 – 4:30 PM

IN-PERSON LOCATION: (COMMISSIONERS MUST ATTEND IN-PERSON)

Templeton CSD, Board Meeting Room, 206 5th Street, Templeton, CA 93465
(805) 434-4900

VIRTUAL OPTION: (ONLY FOR AGENCY STAFF OR MEMBERS OF THE PUBLIC)

<https://us02web.zoom.us/j/84081190047?pwd=qyviJeZlFfkjTnPAgYapY9yffW8ik.1>

Meeting ID: 840 8119 0047 Passcode: 703641 Call in: 1-669-900-6833

AGENDA ITEMS & PUBLIC COMMENTS:

For more information: <https://www.slocounty.ca.gov/Departments/Public-Works/Forms-Documents/Committees-Programs/Nacimiento-Project-Commission.aspx>

Public comments can be submitted to: Nola Engelskirger, nengelskirger@co.slo.ca.us

	Participant/District	Commissioner	(Alternate)
(Chair)	City of San Luis Obispo	Emily Francis;	Jan Marx
(Vice Chair)	Templeton CSD	Wayne Petersen;	Eric Mortensen
	District	John Peschong;	Vicki Janssen
	City of Paso Robles	John Hamon;	Fred Strong
	Atascadero MWC	Robert "Grigger" Jones;	John Neil

AGENDA

- I. **CALL TO ORDER**
 - A. Roll Call for Quorum Count
 - B. Flag Salute
- II. **PUBLIC COMMENT** (For non-agenda items within Commission jurisdiction; three-minute limit each.)
- III. **MEETING MINUTES**
 - A. Naci Commission, February 26, 2026
Staff Recommendation: Approve the Minutes.
- IV. **COMMISSION INFORMATIONAL ITEMS**
 - A. NWP Operations Update with Reservoir Status
 - B. 2026 Calendar of Activities
 - C. Status of Shandon San Juan Water District Application to Appropriate Nacimiento Lake Water
- V. **COMMISSION ACTION ITEMS**
 - A. Nacimiento Water Operating Fund: Proposed Budget FY 2026-27
Staff Recommendation: Endorse and recommend approval by District Board of Supervisors.
 - B. Hearing on the adoption of a Resolution of Necessity for the Acquisition of Real Property Interests required for the NWP Pipeline Unit G Repair Project, Atascadero
Staff Recommendation: Recommend approval and adoption by the District Board of Supervisors

VI. **ITEMS FOR NEXT REGULAR MEETING AGENDA**

VII. **DATE OF NEXT COMMISSION MEETING**

A. May 28, 2026

Staff Recommendation: Schedule Special Meeting between June 18th and July 10th and consider cancelling regularly scheduled May meeting. Feasible Special Meeting dates on Thursdays include June 25th and July 9th. Special Meeting is needed to progress critical path project activities.

VIII. **ADJOURNMENT**

ATTACHMENTS

1. Item III.A Minutes from February 26, 2026
2. Item IV.A Delivery Report
3. Item IV.B 2026 Calendar of Activities
4. Item IV.C Staff Report on Status of Shandon San Juan Water District
Application to Appropriate Nacimiento Lake Water
4. Item V.A. FY 2026-27 Operating Fund Proposed Budget Memo
5. Item V.B. Staff Report for the Public Hearing on the adoption of a Resolution of Necessity for the Acquisition of Real Property Interests required for the NWP Pipeline Unit G Repair Project, Atascadero

CONTACT: *All Americans with Disabilities Act (ADA) accommodations shall be promptly reviewed and resolved.*

Persons who require accommodation for any audio, visual or other disability in order to review an agenda, or to participate in the meeting per the ADA, are encouraged to request such accommodation 48 hours in advance of the meeting from County Public Works at (805) 781-5252.



MEETING MINUTES (DRAFT) NACIMIENTO PROJECT COMMISSION

February 26, 2026

COMMISSIONERS PRESENT (Voting Share %)

Atascadero MWC (17%): Grigger Jones, Chair
City of SLO (28%): Emily Francis, Vice Chair
District (20%): John Peschong
City of Paso Robles (33%): John Harmon
Templeton CSD (2%): Wayne Petersen

COMMISSIONERS ABSENT (Voting Share %)

None

CLERK: Anna McKenna, District

I. CALL TO ORDER

A. Roll Call for Quorum Count

A Commission meeting was held on Thursday, February 26, 2026, at 4:00 P.M., with Commissioner Jones serving as the Chair. Quorum established at 100% (minimum of 3/5 seats present with voting share > 51%).

B. Flag Salute

Everyone stood and recited the Pledge of Allegiance.

II. PUBLIC COMMENT:

None; Nearing end of meeting, Member of the public Mr. Powell requested a status of Shandon San Juan Water actions.

III. REVIEW OF PREVIOUS MEETING MINUTES

A. Meeting minutes for August 28, 2025, were recommended for approval. No questions from the board, and no further discussion by the Commission.

Motion for approval: Francis; Seconded: Petersen; All Ayes. Passed Unanimously.

IV. COMMISSION INFORMATIONAL ITEMS

A. Second Quarter Operations Budget Report – FY 2025-26

Harold Wright presented report citing discrepancy with Monterey County invoice delaying budget target. Proposed Draft FY 26-27 Budget Book will follow with finance included in March TSG meeting.

B. Current NWP Operations with Reservoir Status

McKenna provided update and detailed temporary pipeline repair pipeline was pulled out and will be reinstalled once wet weather passes. Unit G Realignment design and environmental is ready and continued work on easements. McKenna responded to Francis' request for easement status with more information will be available after March 10.

C. Annual Conflict of Interest (COI) filing – "Form 700"

McKenna provided reminder for Form 700 filing. Hamon asked which staff member has access to view Form 700 filing status. McKenna referred to Laura Holder who confirmed access and will check on statuses of Commissioners and Alternates.

V. COMMISSION ACTION ITEMS

Annual Nomination & Election of Commission Officers
Discussion ensued with Francis accepting Chair position, Peschong and Hamon declining Vice Chair, Petersen accepting Vice Chair position
Motion for approval: Petersen; Seconded; Jones; All Ayes. Passed Unanimously.

VI. ITEMS FOR NEXT REGULAR MEETING AGENDA:

Update on Shandon San Juan Water

VII. DATE OF NEXT REGULAR MEETING

April 23, 2026 (Special Budget Meeting); May 28

8. ADJOURNMENT

The meeting was adjourned by the Chair at 4:10 P.M.

Meeting Secretary: Laura Holder



TO: Nacimiento Project Commission
FROM: Anna McKenna, Utilities Division Engineer
DATE: April 23, 2026
SUBJECT: NWP Delivery Report

NWP DELIVERY REPORT

Attachment 1 is the draft monthly summary of NWP deliveries for the 2025/26 Nacimiento "Water Year" (Oct. 1, 2025 – Sept. 30, 2026).

NACIMIENTO RESERVOIR DATA & OPERATIONS SYSTEM

Attachments 2, 3 & 4 are provided as a reference for your planning purposes.

ATTACHMENTS

1. District's NWP Delivery Report (Draft).
2. MCWRA Reservoir Data.
3. MCWRA Reservoir 2025 Release Schedule.
4. MCWRA Reservoir Pool Schematic (from "Nacimiento Dam Operation Policy," 2018).

NWP Delivery Report – March 2026 (DRAFT)

Deliveries ^{1,2,5}

	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	TOTAL
Paso (T2)	172.17	81.56	0.00	54.20	67.73	87.01	0.00	0.00	0.00	0.00	0.00	0.00	462.67
Ops Water													0.00
TCSD (T4)	55.10	66.37	21.01	0.00	4.88	3.90	0.00	0.00	0.00	0.00	0.00	0.00	151.26
Ops Water													0.00
AMWC (T6)	0.00	0.00	0.00	0.00	0.00	0.12	0.00	0.00	0.00	0.00	0.00	0.00	0.12
Ops Water													0.00
SMR (T9)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Ops Water													0.00
SLO (T11)	228.39	196.01	161.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	585.70
Ops Water													0.00
TOTAL	456	344	182	54	73	91	0	0	0	0	0	0	1199.75
Cumulative	456	800	982	1036	1109	1200	1200	1200	1200	1200	1200	1200	
Intake Meter	472.65	352.26	198.72	54.39	72.13	90.58	0.00	0.00	0.00	0.00	0.00	0.00	1240.73
Variance (UW)	(16.99)	(8.32)	(16.41)	(0.19)	0.48	0.45	0.00	0.00	0.00	0.00	0.00	0.00	(40.98)
Ops Water ⁴	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Requests ^{1,3}

	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26	TOTAL
Paso (T2)	658	544	172	178	161	274	265	658	636	658	658	636	5498
TCSD (T4)	40	40	0	0	0	0	0	0	25	25	25	40	195
AMWC (T6)	250	0	0	0	0	0	0	0	500	500	500	500	2250
SMR (T9)	7	7	7	7	7	7	7	7	7	7	7	7	84
SLO (T11)	315	305	315	315	285	315	305	315	305	315	315	305	3710
TOTAL	1270	896	494	500	453	596	577	980	1473	1505	1505	1488	11737
Cumulative	1270	2166	2660	3160	3613	4209	4786	5766	7239	8744	10249	11737	

NOTES

1. All table values listed are in units of acre-feet (AF).
2. Deliveries are based on monthly reporting provided by County Operations.
3. Requests based on latest schedule request submitted for project "Water Year 2025-26" deliveries. WY = Oct thru Sep.
4. "Ops Water" is water sent through the turnout for O&M needs and not counted against Participants' Delivery Entitlement.

NACIMIENTO WATER PROJECT

SAN LUIS OBISPO COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

G:\Utilities\Water\NWP\Operations\Water Accounting\Delivery Requests_Actuals\2025-26\WY 2025-26 Delivery Report

Monterey County Water Resources Agency
DAM AND RESERVOIR - DAILY DATA (provisional)
April 4, 2026 through April 10, 2026

San Antonio	Saturday	Sunday	Monday	Tuesday	Wednesday	Thursday	Friday
Date	4/4	4/5	4/6	4/7	4/8	4/9	4/10
Percentage of Capacity (%)	64	64	64	64	63	63	63
Elevation (feet)	754.3	754.3	754.3	754.3	754.25	754.2	754.2
Depth (feet)	154.3	154.3	154.3	154.3	154.25	154.2	154.2
Storage (acre-feet)	212785	212785	212785	212785	212588	212390	212390
Lake Surface Area (acres)	3898	3898	3898	3898	3895	3893	3893
Length of Lake (miles)	13.7	13.7	13.7	13.7	13.7	13.7	13.7
Releases (cfs)	10	10	24	62	80	80	80
Rainfall Past 24 Hours (in.)	0	0	0	0	0	0	0
Rainfall Total to Date (in.)	11.9	11.9	11.9	11.9	11.9	11.9	11.9
Total Rain to Date Last Year (in.)	7.16	7.16	7.16	7.16	7.16	7.16	7.16
Total Rain Last Season (in.)	7.65	7.65	7.65	7.65	7.65	7.65	7.65

Nacimiento	Saturday	Sunday	Monday	Tuesday	Wednesday	Thursday	Friday
Date	4/4	4/5	4/6	4/7	4/8	4/9	4/10
Percentage of Capacity (%)	66	66	65	65	65	65	65
Elevation (feet)	774.7	774.6	774.5	774.4	774.25	774.1	774
Depth (feet)	159.7	159.6	159.5	159.4	159.25	159.1	159
Storage (acre-feet)	248200	247750	247300	246850	246175	245500	245050
Lake Surface Area (acres)	4529	4523	4518	4512	4504	4496	4490
Length of Lake (miles)	16.6	16.6	16.6	16.6	16.6	16.6	16.6
Releases (cfs)	235	235	268	296	279	279	279
Rainfall Past 24 Hours (in.)	0	0	0	0	0	0	0
Rainfall Total to Date (in.)	11.36	11.358	11.358	11.358	11.358	11.358	11.358
Total Rain to Date Last Year (in.)	7.32	7.32	7.32	7.32	7.32	7.32	7.32
Total Rain Last Season (in.)	7.86	7.86	7.86	7.86	7.86	7.86	7.86

Notes: Elevation referenced to NGVD 29. Data are 7:00 AM values from real time provisional USGS water surface elevation gage sites. Full data sets can be accessed via the following links:

[Nacimiento Elevation](#)

[San Antonio Elevation](#)

Current Releases: The Monterey County Water Resources Agency (MCWRA) is currently making releases from Nacimiento and San Antonio Reservoirs for beneficial uses including supporting downstream fish habitat, groundwater recharge and SRDF operations.

[Reservoir release schedule approved by MCWRA Board of Directors](#)

The Nacimiento Dam Operation Policy provides a detailed description of the regulations, requirements, and other considerations that inform our reservoir operations.

[Nacimiento Dam Operation Policy](#)

RESERVOIR RELEASE SCHEDULE FOR 2025

Month	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16														
																	NACIMIENTO							SAN ANTONIO						
																	Combined Releases (cfs) ¹	Combined Releases (ac-ft)	Evap. Losses (ac-ft)	Reservoir Releases (cfs) ¹	Reservoir Releases (ac-ft)	NWP Orders (ac-ft)	NWP Diversions (ac-ft)	Beginning of Month Storage		Evap. Losses (ac-ft)	Reservoir Releases (cfs) ¹	Reservoir Releases (ac-ft)	Beginning of Month Storage	
							(ac-ft)	(%)	(ft)				(ac-ft)	(%)	(ft)															
Jan	73	4,487	554	63	3,872	600	126	199,548	53%	763.2	640	10	615	233,863	70%	759.5														
Feb	172	9,894	568	60	3,466	553	97	196,183	52%	762.4	606	112	6,428	232,588	69%	759.2														
Mar	203	12,498	993	144	8,884	696	121	251,160	66%	775.4	950	59	3,614	239,640	72%	760.8														
Apr	311	18,528	1,417	301	17,933	677		259,033	69%	777.1	1,387	10	595	241,820	72%	761.3														
May	409	25,171	1,976	326	20,033	1,616		242,613	64%	773.5	1,994	84	5,137	241,284	72%	761.2														
Jun	488	29,058	2,561	358	21,283	2,129		218,823	58%	768.0	2,722	131	7,775	234,151	70%	759.5														
Jul	600	36,893	2,572	270	16,602	2,188		193,075	51%	761.6	2,740	330	20,291	223,092	67%	756.9														
Aug	638	39,234	2,302	275	16,899	2,188		171,709	45%	755.9	2,328	363	22,334	200,083	60%	751.0														
Sep	470	27,967	1,774	279	16,622	2,144		150,346	40%	749.8	1,799	191	11,346	175,512	52%	744.2														
Oct	220	13,527	1,185	158	9,719	1,369		129,809	34%	743.4	1,235	62	3,808	162,730	49%	740.5														
Nov	70	4,165	599	60	3,570	996		118,001	31%	739.5	644	10	595	157,925	47%	739.0														
Dec	70	4,304	368	60	3,689	594		112,863	30%	737.7	416	10	615	156,698	47%	738.6														
Jan 2026								108,361	29%	736.1				155,703	46%	738.3														
Totals		225,726	16,871		142,572	15,750	344				17,462		83,154																	

Draft Date: 4/17/25

Notes:

1. Mean daily flow for the month in cubic feet per second.
2. Shaded areas denote actual values. Non-shaded areas are projected values.
3. Nacimiento Reservoir storage capacity: 377,900 acre feet; San Antonio Reservoir storage capacity: 335,000 acre feet.
4. Reservoir Operations Advisory Committee may make release considerations for holiday periods to benefit recreation.
5. Schedule assumes no additional storm events that provide inflow to reservoirs. Actual elevations and or releases may be influenced by inflow.
6. "NWP Diversions" are San Luis Obispo County - Nacimiento Water Project conveyance facilities diversions. Max. allowable water year (Oct. 1 - Sept. 30) diversions: 15,750 ac-ft.
7. Nacimiento "NWP Diversions" do not include lakeside water use which is estimated at approximately 1,750 acre feet per year.



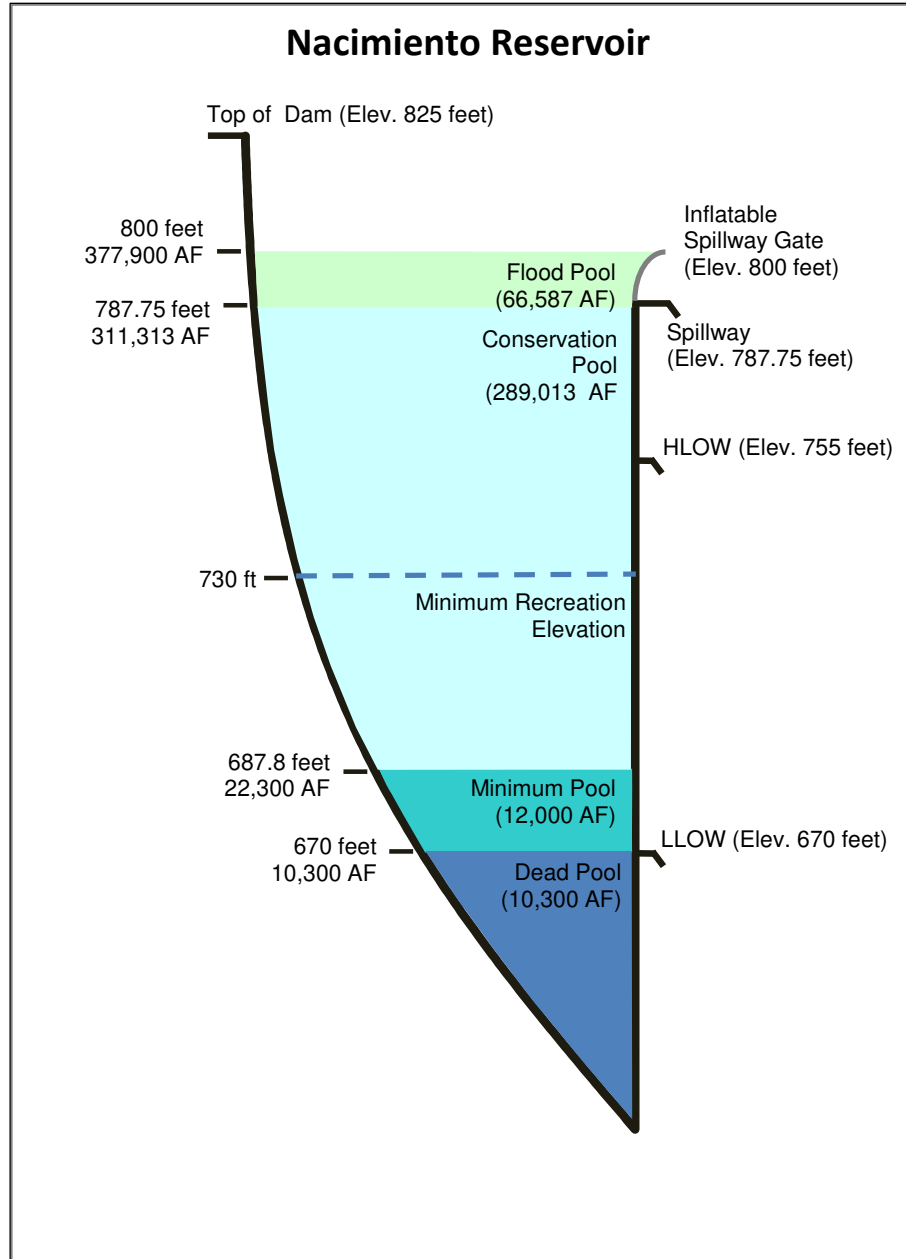


Figure 1. Schematic of Nacimiento Reservoir Pools



2026 CALENDAR OF ACTIVITIES

TECHNICAL SUPPORT GROUP (TSG) & NACIMIENTO PROJECT COMMISSION

TSG (Participants & District Staff Only): Monthly, 3rd Thursday at 2:00 PM.

Commission (Public Meetings): Quarterly, 4th Thursday at 4:00 PM, except in November, when the meeting shall be held on the third Thursday of the month.

<u>JAN</u> TSG - Jan 15 Commission - Dark	<u>FEB</u> TSG - Feb 19 Commission - Feb 26 <i>Annual election of Chair & Vice Chair; COI forms ("Form 700") and proposal of draft FY 26-27 budget.</i>	<u>MAR</u> TSG & Finance Committee - Mar 19 Commission - Dark
<u>APR</u> TSG - Apr 16 Commission - Apr 23 Budget Endorsement (<i>special mtg.</i>)	<u>MAY</u> TSG - May 21 Commission - May 28	<u>JUN</u> TSG - Jun 18 Commission - Dark
<u>JUL</u> TSG - Jul 16 Commission - Dark	<u>AUG</u> TSG - Aug 20 Commission - Aug 27	<u>SEP</u> TSG - Sep 17 Commission - Dark <i>Request for 2027-2029 water delivery schedules.</i>
<u>OCT</u> TSG - Oct 15 Commission - Dark	<u>NOV</u> TSG - Nov 12 Commission - Nov 19 <i>Distribution of Next Year's Calendar of Activities.</i>	<u>DEC</u> TSG - Dec 17 Commission - Dark

***Meeting logistics are subject to change.** Please contact County Public Works at 805-781-5252 or pwd@co.slo.ca.us for confirmation of date, location & time.



TO: Nacimiento Project Commission

FROM: San Luis Obispo County Flood Control & Water Conservation District

VIA: Nola Engelskirger, Water Utilities Division Manager

DATE: April 23, 2026

SUBJECT: Shandon-San Juan Water District Amended Application A033189 to Appropriate Water in Nacimiento Lake

Recommendation

Receive status of Shandon-San Juan Water District amended application to appropriate water in Nacimiento Lake submitted to the State Water Resources Control Board.

Background

In January 2021, the Shandon-San Juan Water District (Shandon-San Juan, SSJWD) submitted an application to the State Water Resources Control Board (SWRCB) to appropriate water in Nacimiento Lake. The application requests the diversion of 14,000 AF annually of what SSJWD claims is unappropriated water in Nacimiento Lake and proposes to use the existing Nacimiento Water Project (NWP) Pipeline to convey that water to the Paso Robles Area Subbasin for groundwater recharge. The application was submitted without the right to access the NWP facilities, operated by the San Luis Obispo County Flood Control District (District), and without initial coordination with any of the affected agencies.

On May 4, 2021, the County Board of Supervisors took action to oppose the first application to appropriate water submitted by SSJWD and sent a letter to the SWRCB.

On May 25, 2023, the Commission discussed SSJWD's application in which staff confirmed that there had been no change to the Board of Supervisors' official position in opposition to the application. Christopher Alakel, City of Paso Robles, shared that the City of Paso Robles opposes the application as well, and presented a letter that the City of Paso Robles sent to SSJWD. The City of San Luis Obispo has also already sent letters independently to Shandon-San Juan and the SWRCB in opposition to the application.

At the end of 2023, the SWRCB determined that the application based on SSJWD's initial filing was deficient; and SSJWD submitted an amended application at the end of July 2024.

In response to SSJWD's amended application, the Board of Supervisors for the County of Monterey and Monterey County Water Resources Agency sent a letter to Shandon-San Juan indicating that they would "vigorously oppose any attempt by Shandon San-Juan to condemn or otherwise acquire rights of access to Nacimiento Reservoir and associated public works."

Previous Commission Action

On February 27, 2025, the Commission approved and authorized the Chair to sign a letter to the Board of Supervisors that advised continuous opposition to the application and requested that the District take appropriate actions to firmly oppose these applications by Shandon-San Juan (i.e. submit protests) and protect our critical water supply. (Attached letter dated 3/13/2025)

Application Status

After receiving the amended application in July 2024, the SWRCB estimated their review of the amended application for completeness would take about 6 months. **As of April 2026, the State Water Board reported that the SSJWD application and response to the deficiency letter remain under review with no estimated timeline.** Potential outcomes included acceptance for processing with formal notice, rejection, or identification of additional deficiencies. If the State Water Board accepts the application for processing, there will be an opportunity for the District and/or NWP Participants to submit additional comments or protests.

The NWP Technical Support Group (TSG) is comprised of NWP Participants' staff. The TSG continues to discuss the issues surrounding SSJWD's application to appropriate water and NWP Participants' staff remain in general opposition to the application and potential impacts to the Nacimiento Lake water supply and NWP facilities. NWP Participants intend to maximize beneficial use of the NWP infrastructure through direct deliveries to water customers and a turnback sales program that is being developed. Therefore, the NWP infrastructure will be fully utilized, and no excess capacity is available.

District staff will continue to monitor the status of the SSJWD application and in collaboration with the TSG will return to the Commission with updates.

Attachment:

Letter from Commission to BOS, dated 3/13/2025

Nacimiento Water Project Commission

Commissioners

Grigger Jones, Atascadero MWC
Emily Francis, City of San Luis Obispo
John Hamon, City of Paso Robles
John Peschong, SLO County FC&WCD
Wayne Peterson, Templeton CSD

March 13, 2025

Board of Supervisors
Attn: Dawn Ortiz-Legg, Chairperson
County Government Center
1055 Monterey Street
San Luis Obispo, CA 93408

Subject: Shandon-San Juan Water District Amended Application A033189 to Appropriate Water in Nacimiento Lake

Dear Chairperson Ortiz-Legg:

On behalf of the Nacimiento Project Commission (Commission), please accept this letter expressing opposition to the amended application to appropriate water in Nacimiento Lake submitted to the State Water Resources Control Board (SWRCB) by the Shandon-San Juan Water District (SSJWD) (A033189). We request that the Board of Supervisors send a letter to the SWRCB that confirms their continued opposition to the application.

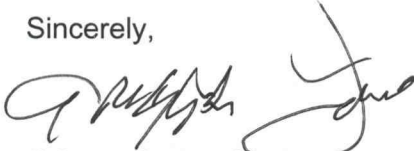
The SSJWD proposes to use the existing Nacimiento Water Project (NWP) pipeline to deliver what it claims is unappropriated water in Nacimiento Lake to the Paso Robles Area Subbasin. The San Luis Obispo County Flood Control and Water Conservation District owns, manages, and operates the NWP. The NWP provides raw water from Nacimiento Lake to numerous agencies throughout the region and commonly referred to as the Participants, including the City of Paso Robles, Templeton Community Services District, Atascadero Mutual Water Company, the City of San Luis Obispo, and County Service Area 10A.

The NWP is an essential water supply for San Luis Obispo County residents. On May 4, 2021, the Board of Supervisors took action to oppose the first application to appropriate water from Nacimiento Lake that was submitted by the SSJWD and sent a letter to the SWRCB (enclosed). SSJWD has neither obtained right of access or initiated coordination with the affected agencies to obtain right of access; and, therefore, the Commission opposes the current application to appropriate water. Additionally, the Participants intend to maximize beneficial use of the NWP infrastructure through direct deliveries to water customers, and a turnback sales program that is under development. Therefore, the NWP infrastructure will be fully utilized, and no excess capacity is available.

Many of the Participants including the City of Paso Robles and the City of San Luis Obispo, have already sent letters independently to the SWRCB in opposition to the application (enclosed).

Thank you in advance for your consideration and taking appropriate actions to oppose the SSJWD's application.

Sincerely,

A handwritten signature in black ink, appearing to read "Grigger Jones". The signature is fluid and cursive, with the first name "Grigger" written in a larger, more prominent script than the last name "Jones".

Grigger Jones, Chairperson
Nacimiento Project Commission

Enclosures

County Board of Supervisors Opposition Letter dated May 4, 2021
Participant letters

cc: Attn: Mike Conway
State Water Resources Control Board
Division of Water Rights
P.O. Box 2000
Sacramento, CA 95812-2000



MEMORANDUM

TO: Nacimiento Project Commission

FROM: Public Works Finance Division

VIA: Nola Engelskirger, Water Utilities Division Manager

DATE: April 23, 2026

SUBJECT: Nacimiento Water Operating Fund: Proposed Budget FY 2026-27

The Fiscal Year 2026-27 Nacimiento Water Operating Proposed Budget is prepared by the San Luis Obispo County Flood Control and Water Conservation District under the purview of the Department of Public Works. The budget is based on the full allocation of 17,500 acre feet of Nacimiento Water.

The Proposed Budget is presented and reviewed at the following 25-26 meetings. Revisions may be made in accordance with Participant input.

- March 19: Presentation to the Technical Support Group (TSG) and Finance Committee for review and discussion.
- April 3: Distribution to the Commission
- April 23: Presentation to the Commission and a formal vote of endorsement.
- June: District Board of Supervisors’ budget hearings and budget adoption.

A summary of the FY 2026-27 budget by category is displayed in Table 1:

TABLE 1 By Category	2025-26 Budget	2026-27 Budget	Dollar Change	% Change
Operations and Maintenance				
Billable Routine	\$ 3,519,443	\$ 3,904,566	\$ 385,123	11%
Billable Non-Routine	349,514	541,730	192,216	55%
Total Billable O&M	\$ 3,868,957	\$ 4,446,296	\$ 577,339	15%
Billable Capital Outlay/Reserves	1,345,853	1,130,000	(215,853)	(16%)
Billable Debt Service	11,489,010	11,489,083	73	
Total Participant Billings	\$ 16,703,820	\$ 17,065,379	\$ 361,559	2.2%
Variable Energy [a]	2,503,871	2,523,871	19,325	1%

[a] Variable Energy is displayed as a reference amount only. Variable Energy is not included in installment billings to Participants, but rather billed quarterly based upon actual usage.

A summary of the FY 2026-27 installment billings by Participant is displayed in Table 2:

TABLE 2 Installment Billings by Participant [b]	2025-26 Budget	2026-27 Budget	Dollar Change	% Change
City of Paso Robles	\$ 5,629,461	\$ 5,843,879	\$ 214,418	3.8%
Templeton CSD	378,272	398,200	19,928	5.3%
Atascadero MWC	3,525,382	3,749,619	224,237	6.4%
City of San Luis Obispo	(*) 7,098,585	6,992,508	(106,077)	(1.5%)
CSA 10	14,465	17,343	2,878	19.9%
Bella Vista Mobile Home Park	3,597	4,315	718	20.0%
SMR Mutual Water Co	54,058	59,515	5,457	10.1%
Participant Installment Billings	16,703,820	17,065,379	361,559	2.2%

[b] Variable Energy is not included in installment billings to Participants, but rather billed quarterly based upon actual usage.

(*) Includes Reserve payback from City of SLO of \$494,188.

VARIANCE DISCUSSION

Total Installment Billings to Participants (Table 2):

Total billings to participating agencies Increased from the prior year by \$361,559 or 2.2%. The increase is explained below within the budget categories.

Billable Routine Operations and Maintenance and Variable Energy (Table 1):

Routine Operations and Maintenance billings are \$386,976 higher than the prior year budget. This variance is due to some of the routine O&M elements having decreased but being offset by increases in other elements. Notable budget decreases were recognized in Environmental Mitigation (\$25,678), CWOH (\$44,455), Lakeside Contracts (\$14,720), and a decrease in General Admin and Accounting (\$21,148). Notable budget increases are recognized in Master Water Contract with Monterey County \$18,524, Engineering labor costs \$76,391, Quagga Mussel program \$195,275, and O&M efforts for the Naci units (General through T-11) \$211,730.

While the Variable Energy budget is not included in the installment billings to Participants, we include the budget/estimate in the table for reference. Budgetary/estimated amounts are higher by \$19,325 or .8% than the prior year budget based upon requested deliveries to the participating agencies and related energy pumping costs and the water line being down due to storm damage.

Billable Non-Routine Operations and Maintenance (Tables 1 and 3):

Non-Routine billings are \$192,215 higher than the prior year budget due to changes in the following projects, based on 5-year Maintenance Program and Capital Improvement Plan(CIP) reviewed with the Technical Support Group at both the February and March monthly meetings. The proposed 5-year Maintenance Program and CIP and descriptions of proposed work efforts are included in the Proposed Budget book.

TABLE 3	2025-26 Budget	2026-27 Budget	Dollar Change
<u>Billable Non-Routine O&M</u>			
MISC. FIBER OPTIC REPAIR (BILLABLE)	\$ 0	\$ 0	0
5 YR INTAKE INSPECTION	0	35,000	35,000
5 YR PIPELINE CLOSE INTERVAL SURVEY & ACTIONS	0	15,000	15,000
SCADA	249,515	90,530	(158,985)
SHARED SYSTEM COSTS – ALL	0	31,125	31,125
SHARED SYSTEM COSTS – UNIT H/H1	0	220,075	220,075
MASTERPLAN	0	50,000	50,000
UNANTICIPATED NON ROUTINE PROJECT	100,000	100,000	0
Subtotal	\$349,515	\$541,730	\$192,215

c.f.: carry forward remaining budget from prior year to continue the project

Billable Capital Outlay and Reserves (Tables 1 and 4):

Unanticipated Non-routine Capital and Reserve billings budgeted amounts decreased by \$594,188 from the prior year budget. This was primarily due to the reduction of the unanticipated non-routine capital projects budget and reserve payback of \$494,188 from the City of San Luis Obispo, that occurred in FY 2025-26.

Capital Outlays increased by \$303,335 due to budgeting for the initial phase of work for multiple projects based on the 5-year Maintenance Program and CIP sheet, which included: Atascadero Turnout Valve, Intake Structure/Appurtenance Repair, additional funding for Intake Pump #4 Rebuild, Intake Pump #3 Rebuild, SYPS Isolation Valve, and additional funding for the Unit G – Temp Repair.

TABLE 4	2025-26 Budget	2026-27 Budget	Dollar Change
<u>Billable Capital Outlay and Reserves</u>			
UNANTICIPATED NON-ROUTINE CAPITAL PROJECTS	\$ 200,000	\$ 100,000	\$ (100,000)
ATASCADERO TURNOUT VALVE RPLC	0	100,000	100,000
INTAKE STURCTURE/APPURTENENCE RP	0	50,000	50,000
INTAKE PUMP #4 REBUILD	78,225	50,000	(28,225)
INTAKE PUMP #3 REBUILD	0	50,000	50,000
SYPS ISOLATION VALVE	0	165,000	165,000
23 STORM NACI PIPELINE REPAIR	52,150	0	(52,150)
UNIT G - TEMP REPAIR	31,290	50,000	18,710
CONTRIBUTION TO RESERVES	984,188	490,000	(494,188)
Subtotal	\$1,345,853	\$1,055,000	\$(290,853)

Not shown above is \$100,000 of capital outlay, funded from reserves, which is budgeted annually as a contingency should a mid-year emergency expenditure become necessary.

Billable Debt Service (Table 1):

Debt service payments reflect the payment schedule from the 2018 bond refinancing. Billable debt service is essentially flat from the prior fiscal year.



TO: Nacimiento Project Commission

FROM: San Luis Obispo County Flood Control & Water Conservation District

VIA: Nola Engelskirger, Water Utilities Division Manager

DATE: April 23, 2026

SUBJECT: Hearing on the adoption of a Resolution of Necessity for the Acquisition of Real Property Interests required for the NWP Pipeline Unit G Repair Project, Atascadero

Recommendation

Recommend that the County of San Luis Obispo Board of Supervisors (Board), acting as the Board for the San Luis Obispo County Flood Control and Water Conservation District (District), adopt a Resolution of Necessity for the acquisition of real property interests required for the NWP Pipeline Unit G Repair Project (Project) in Atascadero.

Background

On April 7, the Board conducted a hearing to consider the Resolution of Necessity for the acquisition of easements required for the Unit G Repair Project (Project). The staff report for the agenda item is attached.

There were no public comments, but the Board received a letter of support for the proposed Project from the City of Paso Robles (attached).

The Board continued the hearing to May 5 and directed District staff to continue with negotiations with the property owners.

Previous Commission Action

On August 24, 2023, the Commission approved the District to proceed with design of the recommended repair alternative to realign the pipeline out of the flood zone. The approved Project design proposes horizontal directional drilling to relocate the pipeline under the Salinas River north of the damaged section and realign pipeline to Salinas Road.

On February 22, 2024, the Commission approved District staff proceed with a request for a budget adjustment of approximately \$1,038,000 to fund the planning and design of the permanent repair project and recommend Board of Supervisor approval. The Board of Supervisors subsequently approved the budget adjustment on February 27, 2024.

On April 25, 2024, the Commission endorsed the Final NWP Fiscal Year 2024/25 Budget and recommended approval by the Board. The Final NWP Fiscal Year 2024/25 Budget included \$8,292,000 for the Project.

Project Status

The District completed Draft Final Design in June 2025 and immediately initiated the process for acquiring the necessary temporary and permanent easements. Offer packages were sent to property owners to purchase temporary and permanent easements in June and July of 2025.

In lieu of eminent domain proceedings, District staff worked to address concerns over the project and answer questions about the initial offers. Concerns were gathered through community meetings and onsite meetings with individual property owners to review proposed design elements and construction activities.

Construction was targeted for Summer 2026; however, it is now delayed to Summer 2027 due to delays in obtaining easements. The project is necessary to restore essential water service to the City of San Luis Obispo and the Santa Margarita Ranch Mutual Water Company.

Financial Considerations

This project has been approved for FEMA Public Assistance funding. Delays in project completion may affect the District’s ability to meet FEMA grant deadlines and could jeopardize eligibility for reimbursement.

Participant	Unit Percentage Share	Before FEMA and CalOES Reimbursement	After FEMA and CalOES Reimbursement
City of El Paso de Robles	20.60%	\$1,961,246.34	\$122,577.90
Templeton Community Services District	1.29%	\$122,738.58	\$7,671.16
Atascadero Mutual Water Company	10.30%	\$980,575.56	\$61,285.97
City of San Luis Obispo	66.25%	\$6,307,848.90	\$394,240.56
County Service Area 10	0.48%	\$45,991.26	\$2,874.45
Bella Vista Mobile Home Park	0.12%	\$11,521.62	\$720.10
SMR Mutual Water Company	0.97%	\$92,077.74	\$5,754.86
	Total	\$9,522,000.00	\$595,125.00

Attachments:

1. April 7, 2026 Board of Supervisors Agenda Item #40
2. Letter from City of Paso Robles to Board of Supervisors regarding Agenda Item #40



**COUNTY OF SAN LUIS OBISPO
BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 4/7/2026	(3) CONTACT/PHONE Valerie Moore, Right of Way Agent (805) 781-5290	
(4) SUBJECT Hearing to consider adoption of a resolution of necessity for the acquisition of real property interests required for the Nacimiento Water Project Pipeline Unit G Repair Project, Atascadero, by 4/5 vote. (Public Works)			
(5) RECOMMENDED ACTION Acting as the Board for the San Luis Obispo County Flood Control and Water Conservation District (District), it is recommended that the Board: <ol style="list-style-type: none"> 1. Open and conduct a hearing on the adoption of the attached Resolution of Necessity, receive comments from staff, take testimony from the property owner or their authorized representative, and consider all the evidence; and 2. Adopt the attached Resolution of Necessity for the acquisition of real property interests required from Patricia J. Davis, et al. (Davis Family), authorizing the Chairperson of the Board of Supervisors to execute all documents and papers necessary, upon consultation with County Counsel, for a) settlement of the right of way transaction and conveyance related to these real property interests or b) filing, processing, and completion of an eminent domain proceeding for the acquisition of the described real property interests, by 4/5 vote; and 3. Authorize the Director of Public Works, or designee, to execute any remaining escrow and payment related documents or instructions necessary to close the transactions associated with any settlement of these real property interests. 			
(6) FUNDING SOURCE(S) FC 549 – Nacimiento Water Pipeline	(7) CURRENT YEAR FINANCIAL IMPACT N/A	(8) ANNUAL FINANCIAL IMPACT N/A	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT { } Consent { } Presentation { X } Hearing (Time Est. 10 min) { } Board Business (Time Est. _____)			
(11) EXECUTED DOCUMENTS { X } Resolutions { } Contracts { } Ordinances { } N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A { X } 4/5th's Vote Required { } N/A	
(14) LOCATION MAP Attached	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY { } N/A Date 6/20/23 #26; 6/6/23 #49; 5/16/23 #30; 5/2/23 #26; 4/18/23 #25; 4/4/23	

		#21; 3/21/23 #30; 3/7/23 #13; 2/28/23 #21; 2/7/23 #19; 1/24/23 #28
(17) EXECUTIVE OFFICE REVIEW <i>Mia S. Trevelyan</i>		

Reference: 26.043



COUNTY OF SAN LUIS OBISPO

TO: Board of Supervisors

FROM: Public Works
Valerie Moore, Right of Way Agent

VIA: Courtney Howard, Deputy Director

DATE: 4/7/2026

SUBJECT: Hearing to consider adoption of a resolution of necessity for the acquisition of real property interests required for the Nacimiento Water Project Pipeline Unit G Repair Project, Atascadero, by 4/5 vote. (Public Works)

RECOMMENDATION

Acting as the Board for the San Luis Obispo County Flood Control and Water Conservation District (District), it is recommended that the Board:

1. Open and conduct a hearing on the adoption of the attached Resolution of Necessity, receive comments from staff, take testimony from the property owner or their authorized representative, and consider all the evidence; and
2. Adopt the attached Resolution of Necessity for the acquisition of real property interests required from Patricia J. Davis, et al. (Davis Family), authorizing the Chairperson of the Board of Supervisors to execute all documents and papers necessary, upon consultation with County Counsel, for a) settlement of the right of way transaction and conveyance related to these real property interests or b) filing, processing, and completion of an eminent domain proceeding for the acquisition of the described real property interests, by 4/5 vote; and
3. Authorize the Director of Public Works, or designee, to execute any remaining escrow and payment related documents or instructions necessary to close the transactions associated with any settlement of these real property interests.

DISCUSSION

A. Background

The Nacimiento Water Project (NWP) Pipeline (Pipeline) delivers water from Lake Nacimiento to communities throughout San Luis Obispo County. In 2023, heavy rainfall and the resulting high flows eroded the bank of the Salinas River in several locations. Damage occurred on January 9, 2023, when the Salinas River swelled beyond its bank and eroded the cover and ground supporting the pipeline. The erosion damaged the integral ground needed to support, protect, and stabilize the Pipeline, fiber optic cables and conduits, and appurtenant facilities used for water conveyance. Approximately 650 feet of pipeline was exposed and damaged resulting in the shutdown of water supply delivery to the City of San Luis Obispo and Santa Margarita Ranch Mutual Water Company. The District obtained emergency entry permission from property owners and immediately completed emergency actions to remove damaged pipe sections and cap the pipe ends.

B. NWP Unit G Temporary Repair

The NWP Unit G Temporary Repair (Temporary Repair) activities were implemented following the January 2023 storm damage. The District installed a temporary bypass pipeline within its permanent easement to restore water delivery while permanent repairs are designed and constructed. Although the bypass alignment was within the existing permanent easement, the work required temporary construction easements for installation activities, seasonal removal and storage of the pipeline during winter months, and for the Beaver Dam Analogs (BDAs), proposed for erosion protection and environmental mitigation for the temporary pipeline work. Because of seasonal river conditions and environmental requirements, the temporary pipeline is installed during dry periods and removed before winter flows. This work will continue annually until the permanent realignment project is complete, to continue delivery of essential water supply to the City of San Luis Obispo during the multi-year permanent repair effort. In addition to the pipeline work, the District partnered with the Upper Salinas Las Tablas Resource Conservation District to design and implement BDAs near the project site, a process-based restoration technique intended to encourage sedimentation and reduce erosion risks to the temporary pipeline and adjacent infrastructure.

Required Real Property Interests: To complete the Temporary Repair, the District secured from the Davis Family a needed 5-year Easement Deed for a 3.864-acre temporary pipeline easement, 18.439-acre temporary beaver dam analogue easement, and 0.459-acre temporary construction easement (collectively, "Temporary Easements").

C. NWP Pipeline Unit G Realignment/Repair

The NWP Pipeline Unit G Realignment/Repair Project (Project) will realign the damaged section of the pipeline and additional portions, to the extent feasible, out of the Salinas River floodway and outside the

100-year floodplain while working within existing water supply infrastructure system constraints. The new alignment will cross under the river and connect to Salinas Road before tying back into the existing pipeline at the intersection of Salinas and Santa Clara Roads. This approach was chosen because reinstalling the pipeline in its original location would face high flood risk, including the same type of damage that occurred in 2023, and ongoing environmental constraints and permitting challenges. By relocating the pipeline to safer areas, the Project restores essential water service to the City of San Luis Obispo and Santa Margarita Ranch Mutual Water Company and improves the system's ability to withstand future storms, ensuring a more reliable water supply for communities throughout San Luis Obispo County.

Required Real Property Interests: To complete the Realignment/Repair Project, the District must acquire a 0.26 acre permanent easement (Permanent Easement) and a 2.17 acre temporary construction easement (TCE) from the Davis Family (collectively, the "Property"). The Permanent Easement is needed to realign the underground water pipeline, communication conduits and cables, and related facilities. The TCE is necessary for the purpose of construction and construction related activities. The District is seeking a 28-month TCE to accommodate the Project construction schedule. The realignment will result in the abandonment of approximately 2.9 acres of existing pipeline easement.

D. Negotiations with Property Owners:

Davis Family: On July 11, 2025, based upon an appraisal by a professional appraiser and approved by the District, the District made an initial offer to purchase the needed Permanent Easement and TCE over a portion of APN 034-434-015, including compensation for the Emergency Easements over portions of APNs 034-434-015, - 017, and 034-432-004 for the Temporary Repair. Since that time, District staff have met with the Davis Family and their attorney on-site and responded to their questions and comments. Based on the Davis Family's concerns regarding the impact of the Project on improvements located on the properties, the District offered to reconfigure the TCE, at additional construction cost to the District, to avoid conflicts with the Davis Family's fencing, residence, and agriculture facilities. To date, the Davis Family has not accepted the District's offer.

F. Proposed Resolution of Necessity

Statutes provide the District with the right to implement eminent domain proceedings upon adoption of the Resolution of Necessity your Board. The recommended actions are necessary to initiate steps that will ensure that the District obtains timely legal possession of the property in order to maintain the project schedule and not risk loss of state and federal funding opportunities. The Pipeline was damaged 3 years ago, and FEMA declared an emergency at that time. The timeline for project completion according to FEMA guidelines is 18 months. The longer the construction timeline is delayed, the less reasonable the delay may be viewed under State and Federal review.

To secure the right of way necessary to meet the Project construction schedule, staff requests that the Board of Supervisors consider the adoption of a Resolution of Necessity authorizing the commencement of the eminent domain process.

Board adoption of the Resolutions of Necessity, by four-fifths vote with the following findings, based on the evidence noted in this Board letter and provided at the hearing, is required to initiate the proposed eminent domain action to acquire the subject Property:

- The public interest and necessity require the proposed Project.

Realignment of the pipeline is necessary and in the public interest because the Pipeline was damaged in its current location during the 2023 storms. Realignment is necessary to ensure the long-term reliability of this critical water supply and restore essential water service to communities throughout San Luis Obispo County. The Project as planned will reduce the likelihood that this water service is interrupted in the event of future storms, floods, or other emergency situations. Further, NWP is one of the City of San Luis Obispo's drinking water sources. Without it, the City increases the dependence on other shared, vulnerable water supplies.

- The Project is planned or located in the manner that will be most compatible with the greatest public good and the least private injury.

The Project, as planned, was designed to minimize impacts on private property while meeting operational and hydraulic requirements. The Project as planned uses a Pipeline alignment that impacts the fewest private property owners, could tie into the existing pipeline that is currently placed elsewhere, and is hydrologically feasible with the pumping capacities of the existing facilities. The Pipeline location is constrained by the need to tie into the existing system and maintain compatibility with current pumping infrastructure and water storage facilities.

The existing Pipeline is currently located on the Davis property, however a portion of that existing alignment is within the floodway. The realignment would relocate as much of the pipeline as feasible out of the floodway and, where avoidance is not possible, place the pipe below scour depth for protection. These measures ensure the greatest public benefit while minimizing private property impacts.

- The subject Property is necessary for the proposed Project.

The rights to the Property are necessary in order to realign the pipeline to a location that ties into the existing pipeline on the property, meets hydraulic and operation constraints, and reduces the risk of damage to the pipeline, like those experienced in 2023, by future natural flood scour and erosion, as well as to allow construction support activities for the Project including placing equipment and vehicles, stockpiling earth and materials and providing sufficient space for the operation of construction equipment. Further, the Pipeline is currently on the Davis property. If the Pipeline were not realigned and left in its current location on this Property, it would be vulnerable to future damage and the water

supply to communities within the County would also be vulnerable. The realignment is designed to limit impacts on private property while protecting the Pipeline from future damage by relocating it approximately 200 feet from the location where erosion occurred during the 2023 storms.

- The offer required by Government Code Section 7267.2 has been made to all owners of record

Staff has made the requisite written offers to the Davis Family based on approved appraisal estimates of the fair market value of the Property necessary for the Project, including a written statement and summary for the basis of the appraisal amount. Staff has also provided the required information pamphlet regarding easement acquisition and potential eminent domain proceedings

During the negotiations process, staff has actively communicated and met with the Davis family on several occasions including:

- (1) An in person meeting on July 11, 2025, to provide the offer package and answer any questions;
- (2) A site visit on November 12, 2025, at the Property to discuss the offer package, go through the design plans in detail, and incorporate their feedback.
- (3) Sending a written response on January 23, 2026, to questions and comments raised by the Davis family

Staff also reached out to the Davis family in between and after these meetings to remain available for discussion or to answer any questions.

Written Notices of the District's Intent to Adopt a Resolution of Necessity, setting forth the date, time, and location of the Board of Supervisor's meeting to consider adoption of a Resolution of Necessity, were mailed to the Davis Family on March 20, 2026.

Any issues relating to the value/compensation of the subject properties are not proper subjects for this hearing. The property owners are entitled to fair market value of any property taken pursuant to the procedures set forth in the California Code of Civil Procedure.

If the Board authorizes the commencement of eminent domain proceedings, negotiations between the District and the property owners will continue, concurrent with eminent domain proceedings, until either the conveyance of the property under mutually agreeable terms, or conclusion of eminent domain proceedings.

OTHER AGENCY INVOLVEMENT/IMPACT

The Nacimiento Water Project Participants support advancing this project to ensure the restoration of the system's full delivery capacity and long-term reliability. Essential water supply deliveries to multiple communities have been disrupted since January 2023 due to storm-related damage. Santa Margarita Ranch Mutual Water Company and the City of San Luis Obispo are currently unable to receive their full

allocation of NWP water. Restoring full delivery capacity is critical to meeting water supply obligations and ensuring long-term reliability for these communities.

On January 6, 2004, the Board certified an Environmental Impact Report for the NWP, evaluating the original project's potential environmental effects. The current pipeline rerouting project would not require substantial changes to project construction or operation that would require major revisions of the EIR, so an EIR addendum has been prepared for the Project, satisfying California Environmental Quality Act (CEQA) requirements for the Project. Due to Project location and construction methods, the District does not anticipate the need to obtain permits from the resource agencies.

The Federal Emergency Management Agency (FEMA) is providing reimbursement for eligible project costs under its Public Assistance and Hazard Mitigation programs, which were made available as part of the federally declared disaster for the severe winter storms of December 2022 and January 2023. All work must comply with federal requirements to maintain funding eligibility. Timely completion is critical, as delays could jeopardize reimbursement and increase overall project costs.

The California Office of Emergency Services (CalOES) is administering state-level disaster assistance tied to the same federally declared disaster and will provide oversight to ensure compliance with state regulations and coordination with FEMA requirements. Failure to meet program timelines or documentation requirements could result in loss of state funding, further increasing the financial burden on local agencies.

The Project requires coordination with public utilities, specifically, the relocation of AT&T infrastructure. Utility coordination is proceeding with AT&T.

County Counsel has reviewed and approved the attached resolution as to legal form and effect.

FINANCIAL CONSIDERATIONS

The property owners are entitled to fair market value of any property taken pursuant to the procedures set forth in the California Code of Civil Procedure. Based on an appraisal, the District calculates the fair market value of the required property rights from the Davis Family to be \$33,800.00.

The Project (WBS 300695) is funded through the Nacimiento Water Project Fund FC 549 with an approved budget of \$9,584,894. Project expenditures have been advanced by the Project Participants and are eligible for reimbursement under federal and state disaster assistance programs, with FEMA providing 75% of eligible costs and CalOES contributing 18.75%. The remaining share will be covered by the Project Participants. Sufficient appropriations exist within the current fund allocation; therefore, no budget adjustment is required. Should a budget adjustment become necessary in the future, staff will return to the Board for approval.

If the resolutions are not adopted, the realignment of the NWP pipeline cannot proceed, leaving the NWP unable to deliver water as required and resulting in prolonged service disruptions for Project Participants. In addition, delays could increase overall project costs and expose the region to significant water supply reliability risks. Failure to proceed with the project expediently could result in forfeiture of FEMA and CalOES reimbursements, shifting the full financial burden to the Project Participants and increasing overall costs.

RESULTS

Approval of the recommended actions are critical to restoring the NWP's ability to deliver water, which is currently compromised. Without the repair and realignment, the pipeline cannot meet required water delivery obligations, creating significant risk to water supply reliability for the City of San Luis Obispo and participating communities. Completing this work will restore functionality and improve the resiliency of this essential infrastructure, ensuring a dependable water source that supports public health, safety, and the long-term livability of our region.

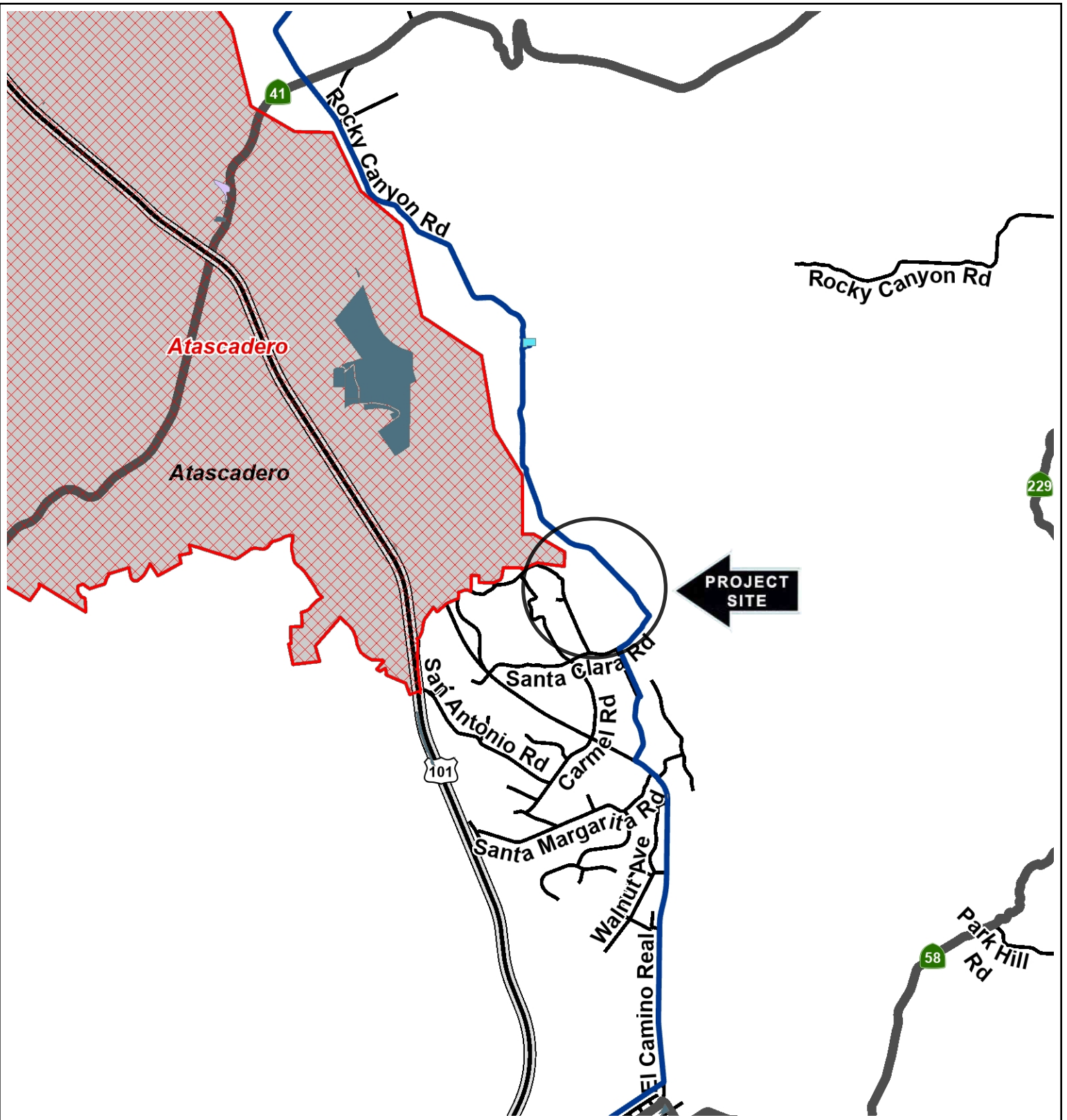
ATTACHMENTS

- 1 Vicinity Map
- 2 Resolution of Necessity for the Acquisition of Real Property Interests from Patricia J. Davis, et al, required for the Nacimiento Water Project Pipeline Unit G Repair Project (WBS 300695), Atascadero
- 3 PowerPoint Presentation

File: RW File 24-37.01
Contract No. 300695

Reference: 26.043

[https://o365gcoslo.sharepoint.com/sites/PW-SupportServices/Document Request/26.043 300695 Nacimiento Water Pipeline Unit G Repair - Resolution of Necessity/26.043 Board Letter.docx](https://o365gcoslo.sharepoint.com/sites/PW-SupportServices/Document%20Request/26.043%20300695%20Nacimiento%20Water%20Pipeline%20Unit%20G%20Repair%20-%20Resolution%20of%20Necessity/26.043%20Board%20Letter.docx)



VICINITY MAP

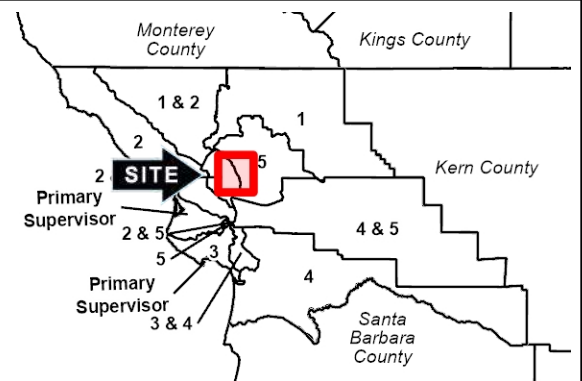
NACIMIENTO WATER PROJECT
PIPELINE UNIT G REPAIR PROJECT,
Atascadero, CA
 COUNTY OF SAN LUIS OBISPO
 DEPARTMENT OF PUBLIC WORKS

1: 63,360



Map by: VMoore

Printed: 2/18/2026



BEFORE THE BOARD OF SUPERVISORS

of the

SAN LUIS OBISPO COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

_____ day _____, 20__

PRESENT: Supervisors

ABSENT:

RESOLUTION NO. _____

**RESOLUTION OF NECESSITY FOR THE ACQUISITION OF REAL PROPERTY INTERESTS
FROM PATRICIA J. DAVIS, ET AL, REQUIRED FOR THE NACIMIENTO WATER PROJECT PIPELINE UNIT G
REPAIR PROJECT (WBS 300695), ATASCADERO**

WHEREAS, the San Luis Obispo County Flood Control and Water Conservation District (“District”) is vested with the power of eminent domain to acquire real property by virtue of Article 1, Section 19 of the Constitution of the State of California, Section 49-6 of the Water Code Appendix, and Sections 1240.010 and 1240.110 of the Code of Civil Procedure; and

WHEREAS, it is desirable and necessary for the District to acquire certain real property, particularly described in **Exhibit 1**, for the purpose of the Nacimiento Water Project Pipeline Unit G Repair Project (WBS 300695) (“Project”); and

WHEREAS, the property includes a permanent pipeline easement consisting of approximately 11,433 square feet, and a temporary construction easement consisting of approximately 94,688 square feet; and

WHEREAS, the temporary construction easement will commence as of the commencement of construction, and will terminate 28 months thereafter, and will be used for those reasonable construction activities necessary to construct the Project; and

WHEREAS, the Board certified an Environmental Impact Report (EIR) for the original Nacimiento Water Project on January 6, 2004, and the current pipeline rerouting project would not require substantial changes resulting in major revisions of the EIR, and an EIR Addendum for the Project has been prepared; and

WHEREAS, pursuant to the provisions of Section 1245.235 of the Code of Civil Procedure, written notice had been duly given to all persons whose property is to be acquired by eminent domain and whose names and addresses appear on the last County equalized assessment roll, all of whom have been given a reasonable opportunity to appear and be heard before the County Board of Supervisors on the following matters:

- a) Whether the public interest and necessity required the Project;
- b) Whether the Project is planned or located in the manner that will be most compatible with the greatest public good and the least private injury;
- c) Whether the property sought to be acquired is necessary for the Project; and
- d) Whether the offer required by Section 7267.2 of the Government Code has been made to the owners of record.

NOW THEREFORE, BE IT RESOLVED, by at least four-fifths vote of the District Board of Supervisors, pursuant to Section 1240.030 and 1245.230 of the Code of Civil Procedure, that the District Board of Supervisors does and hereby finds and determines each of the following:

1. The findings and declarations contained in this Resolution are based upon the record with respect to the Project before the Board of Supervisors at its hearing of April 7, 2026, and the testimony, records and documents referenced at said hearing, all of which are incorporated by this reference.
2. Based upon the evidence presented, the County Board of Supervisors finds and resolves as follows:
 - a) The property to be acquired is described in **Exhibit 1**, attached hereto and incorporated herein;
 - b) Said property is to be acquired for public purposes, pursuant to the authority granted in California Constitution Article I Section 19; California Water Code Appendix section 49.6; Title 7, Part 3 of the Code of Civil Procedure; and other provisions of law.
 - c) The public interest and necessity require the Project, which is to improve public health, safety, and welfare by repairing/realigning a portion of the Nacimiento Water Project Pipeline;
 - d) The proposed Project is planned or located in the manner that is most compatible with the greatest public good and the least private injury;
 - e) The property described in **Exhibit 1** is necessary for the proposed Project; and
 - f) The statutory offer required by Government Code Section 7267.2 has been made to the owners of record listed in **Exhibit 2**.
3. The Chairperson, or acting Chairperson of this Board of Supervisors, is hereby authorized and directed to execute all documents and papers necessary, upon consultation with County Counsel, for: 1) settlement of the right of way transaction and conveyance related to the real property interests described in Exhibit 1, attached hereto; and/or 2) filing, processing and completion of an eminent domain proceeding for the acquisition of the real property interests described in **Exhibit 1**.

Upon motion of Supervisor _____, seconded by Supervisor _____, and on the following roll call vote, to wit:

AYES:

NOES:

ABSENT:

ABSTAINING:

the foregoing resolution is hereby adopted on the ____ day of _____, 20__.

Chairperson of the Board of Supervisors

ATTEST:

MATTHEW P. PONTES
Ex-Officio Clerk of the Board of Supervisors

By: _____
Deputy Clerk

[SEAL]

APPROVED AS TO FORM AND LEGAL EFFECT:

JON ANSOLABEHERE
County Counsel

By: *Daniel Solon*
Chief Deputy County Counsel

Dated: March 18, 2026

<https://o365gcoslo.sharepoint.com/sites/PW-Team-StormDamage/Shared Documents/Utilities/Nacimiento/300695 Nacimiento Pipeline Repair/05 Right of Way/RON/RON/Att 2 - RON rsl DAVIS.docx>

EXHIBIT "B"

Permanent Pipeline Easement (PE) Legal Description

All that portion of real property in the County of San Luis Obispo, State of California, designated Parcel 1 according to Lot Line Adjustment COAL 95-006 described by Certificate of Compliance recorded December 21, 1998, filed as Document #1998-084753, of Official Records in the office of the Recorder for said County;

A strip of land 30.00 feet wide lying 15.00 feet on each side of the following described centerline:

Commencing at a 2.5 inch iron pipe with brass cap stamped "LS 5903 NWP CP 5.25" as shown upon the Record of Survey recorded August 19, 2010, filed in Book 103, at Page 83 Licensed Surveys in the office of the Recorder for said County, thence South 19°51'41" East, 2378.48 feet to a 2.5 inch iron pipe with brass cap stamped "LS 5903 NWP CP 5.19" as shown on said Record of Survey, point being the intersection of the southerly edge of a 30.00 foot wide Permanent Right-of -Way recorded February 15, 2008 as Instrument No. 2008-007692 of Official Records in the office of the Recorder for said County, and the westerly line of said Parcel 1;

Thence, along the southerly edge of said 30.00 foot wide Permanent Right-of -Way, South 49°08'02" East, 990.58 feet to the **Point of Beginning (PE)**;

Thence, leaving the southerly edge of said 30.00 foot wide Permanent Right-of -Way, South 4°25'10" East, 381.10 feet to the north line of Parcel D of Parcel Map COAL 74-306, as filed in Book 17, at Page 20 of Parcel Maps in said County;

The sidelines of the herein above-described strip of land shall be lengthened and/or shortened to intersect said Parcel D on the south and said southerly edge of Permanent Right-of -Way.


The easement contains a total area of 11,433 square feet, more or less.

The bearings and distances used in the above description are based on the California Coordinate System of 1983, Zone 5, Epoch 1991.35. Multiply all grid distances in the above description by 0.999960749 to obtain ground level distances.

The above-described land is graphically shown on Exhibit "D" and made part hereof.

End Description

Prepared by:


Burl Steude, LS 9103

Date: 04/28/2025

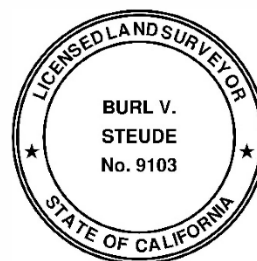
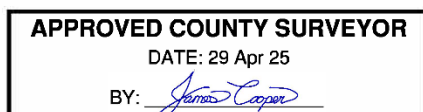


Exhibit Page 1 of 4

EXHIBIT "C"

Temporary Construction Easement (TCE) Legal Description

All that portion of real property in the County of San Luis Obispo, State of California, designated Parcel 1 according to Lot Line Adjustment COAL 95-006 described by Certificate of Compliance recorded December 21, 1998, filed as Document #1998-084753, of Official Records in the office of the Recorder for said County, more particularly described as follows;

Commencing at a 2.5 inch iron pipe with brass cap stamped "LS 5903 NWP CP 5.25" as shown upon the Record of Survey recorded August 19, 2010, filed in Book 103, at Page 83 Licensed Surveys in the office of the Recorder for said County, thence South 19°51'41" East, 2378.48 feet to a 2.5 inch iron pipe with brass cap stamped "LS 5903 NWP CP 5.19" as shown on said Record of Survey, point being the intersection of the southerly edge of a 30.00 foot wide Permanent Right-of -Way recorded February 15, 2008 as Instrument No. 2008-007692 of Official Records in the office of the Recorder for said County, and the westerly line of said Parcel 1;

Thence, along the southerly edge of said 30.00 foot wide Permanent Right-of -Way, South 49°08'02" East, 782.98 feet to the **Point of Beginning (TCE)**;

Thence, leaving the southerly edge of said 30.00 foot wide Permanent Right-of -Way, North 40°51'58" East, 135.18 feet (L1);

Thence, North 85°34'50" East, 25.00 feet (L2);

Thence, North 4°25'10" West, 1259.57 feet (L3) to the northerly line of said Parcel 1;

Thence, along the said northerly line, South 39°25'07" East, 87.17 feet (L4);

Thence, leaving said northerly line, South 4°25'10" East, 1188.16 feet (L5);

Thence, North 85°34'50" East, 25.00 feet (L6);

Thence, South 4°25'10" East, 293.14 feet (L7) to the southerly edge of said 30.00' wide Permanent Right-of -Way;

Thence along the southerly edge of said 30.00' wide Permanent Right-of -Way, North 49°08'02" West, 278.67 feet (L8) to the **Point of Beginning (TCE)**.

The easement contains a total area of 94,688 square feet, more or less.

The bearings and distances used in the above description are based on the California Coordinate System of 1983, Zone 5, Epoch 1991.35. Multiply all grid distances in the above description by 0.999960749 to obtain ground level distances.

The above-described land is graphically shown on Exhibit "D" and made part hereof.

End Description

Exhibit Page 2 of 4

Prepared by: Burl Steude
Burl Steude, LS 9103

Date: 4/28/2025

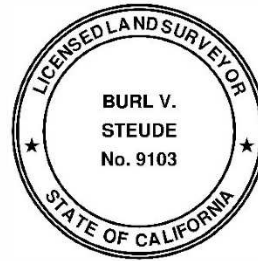
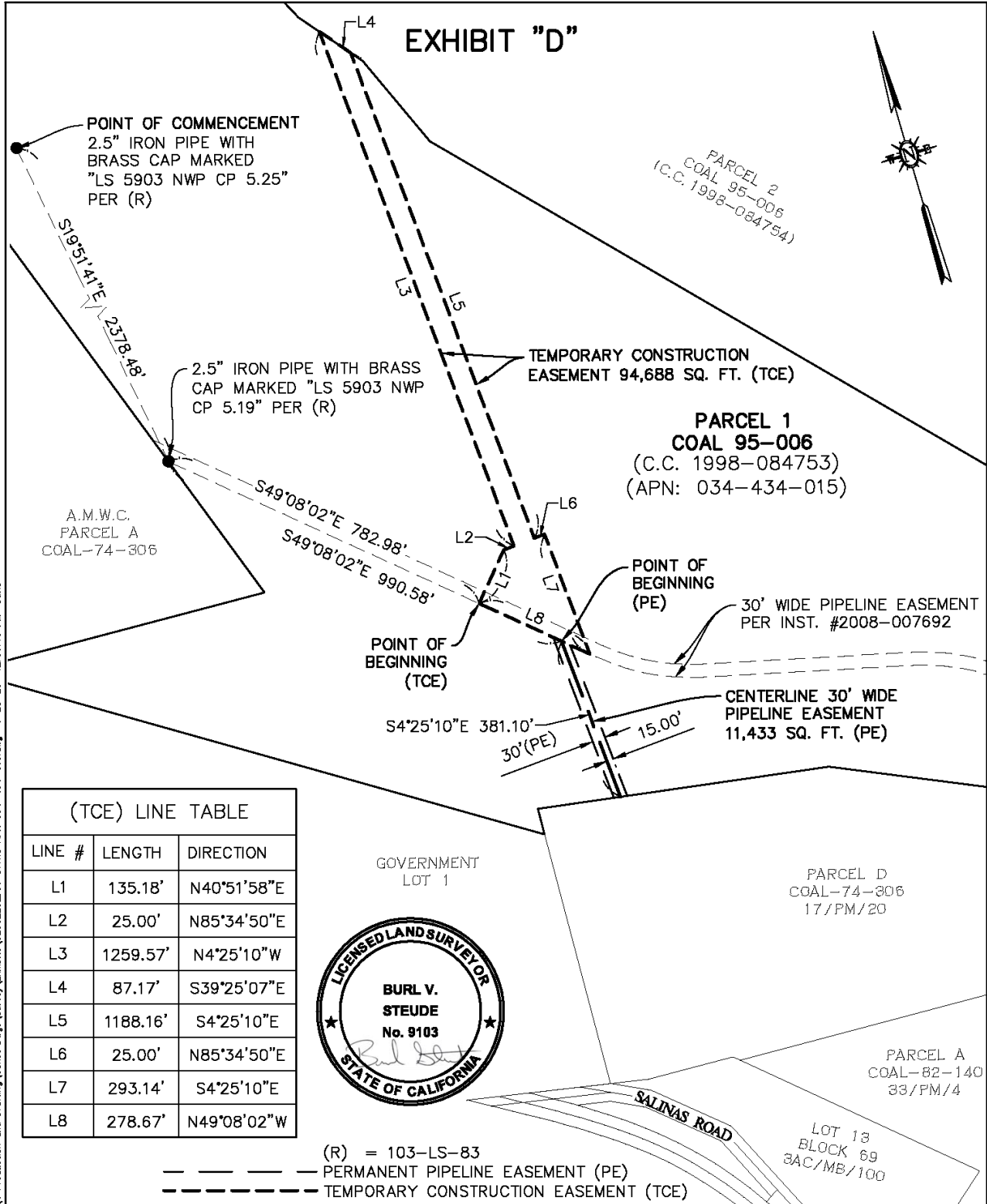
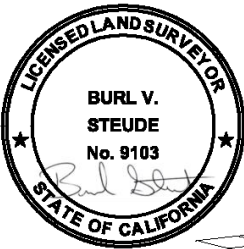


EXHIBIT "D"



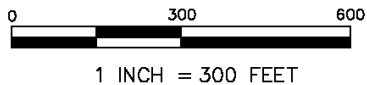
(TCE) LINE TABLE

LINE #	LENGTH	DIRECTION
L1	135.18'	N40°51'58"E
L2	25.00'	N85°34'50"E
L3	1259.57'	N4°25'10"W
L4	87.17'	S39°25'07"E
L5	1188.16'	S4°25'10"E
L6	25.00'	N85°34'50"E
L7	293.14'	S4°25'10"E
L8	278.67'	N49°08'02"W



(R) = 103-LS-83

— PERMANENT PIPELINE EASEMENT (PE)
 - - - - - TEMPORARY CONSTRUCTION EASEMENT (TCE)



A PORTION OF
 PARCEL 1 COAL 95-006
 SECTION 31, T28S, R13E, M.D.B.M.
 COUNTY OF SAN LUIS OBISPO, CALIFORNIA

DRAWN BY	CHECKED BY	SCALE	DATE
BVS	RBP	1" = 300'	4/28/2025

F:\proj\2025\202515\Production and Drafting\Const Dept\Survey\Exhibits\250225LD01-DAVIS APN 034-434-015.dwg 4-28-25 12:36:10 PM buris

Exhibit 2

List of Owners

As to APN(s) 034-434-015

JAN AND PATRICIA DAVIS COMMUNITY PROPERTY TRUST dated October 26, 2005

Patricia J. Davis, Successor Co-Trustee

Chad W. Davis, Successor Co-Trustee

BOBBIE KAY DAVIS 2007 IRREVOCABLE TRUST fbo DWAIN A. DAVIS, dated January 31, 2007

Dwain A. Davis, Co-Trustee

Tyson R. Davis, Co-Trustees

BOBBIE KAY DAVIS 2007 IRREVOCABLE TRUST fbo TYSON R. DAVIS, dated January 31, 2007

Dwain A. Davis, Co-Trustee

Tyson R. Davis, Co-Trustee

THE JAMES B. DAVIS TRUST, UNDER DECLARATION OF TRUST dated June 25, 1984

Jan F. Davis, Trustee

As to APN(s) 034-434-017 & 034-432-004

JAN F. DAVIS SEPARATE PROPERTY TRUST dated October 26, 2005

Chad W. Davis, Successor Co-Trustee

JanaLee Johnsen, Successor Co-Trustee

DAVIS BROTHERS RANCH, LLC, a Nevada limited liability company

Dwain A. Davis, Manager

Tyson R. Davis, Manager

BOBBIE KAY DAVIS 2007 IRREVOCABLE TRUST fbo DWAIN A. DAVIS, dated January 31, 2007

Dwain A. Davis, Co-Trustee

Tyson R. Davis, Co-Trustee

BOBBIE KAY DAVIS 2007 IRREVOCABLE TRUST fbo TYSON R. DAVIS, dated January 31, 2007

Dwain A. Davis, Co-Trustee

Tyson R. Davis, Co-Trustee


FW: [EXT]BOS April 7 Agenda item #40

From Board of Supervisors <Boardofsups@co.slo.ca.us>

Date Mon 4/6/2026 04:59 PM

To BOS_Chiefs Of Staff Only <BOS_Chiefs-Of-Staff-Only@co.slo.ca.us>; AD-Board-Clerk <ad_board_clerk@co.slo.ca.us>

Cc AD_ACEO <AD_ACEO@co.slo.ca.us>; Matt Pontes <mapontes@co.slo.ca.us>

 1 attachment (275 KB)

Naci Repair Support Letter 4.6.2026 - signed.pdf;


For your review.



Genae Sarver

Executive Assistant

Board of Supervisors, County of San Luis Obispo

Direct Line: (805) 781-

www.slocounty.ca.gov

Empathy | [Relator](#) | [Harmony](#) | [Connectedness](#) | [Developer](#)

From: Christopher Alakel <CALakel@prcity.com>

Sent: Monday, April 6, 2026 4:49 PM

To: Board of Supervisors <Boardofsups@co.slo.ca.us>; John Diodati <jdiodati@co.slo.ca.us>

Cc: Courtney Howard <choward@co.slo.ca.us>

Subject: [EXT]BOS April 7 Agenda item #40

ATTENTION: This email **DID NOT** originate from County Staff. Please proceed with caution when interacting with any embedded links or attachments.

Please see the attached letter of support from the City of Paso Robles regarding Agenda Item #40 on the April 7 Board of Supervisors agenda, a hearing to consider adoption of a Resolution of Necessity for the acquisition of real property interests required for the Nacimiento Water Project.

Christopher Alakel, P.E.

Utilities Director



City of Paso Robles

 Paso Robles, CA 93446

CALakel@prcity.com


www.prcity.com



CITY OF EL PASO DE ROBLES
"The Pass of the Oaks"

April 6, 2026

San Luis Obispo County Board of Supervisors
San Luis Obispo County Flood Control and Water Conservation District
1055 Monterey Street
San Luis Obispo, CA 93408

Subject: Support for Nacimiento Water Project Pipeline Unit G Repair Project

Honorable Chair and Members of the Board:

On behalf of the City of Paso Robles, I am writing to express our support for the Nacimiento Water Project Pipeline Unit G repair.

The Nacimiento system is an important part of the region's water supply portfolio. The damage that occurred during the 2023 storm events exposed a real vulnerability in the pipeline. The proposed permanent repair and realignment is a practical solution that reduces the likelihood of service interruptions during future storms, floods, or other emergency conditions. The alignment has also been refined to minimize impacts to private property while still meeting the project's operational needs.

From our perspective, maintaining dependable surface water supplies is critical for communities across the county. Projects like this help strengthen system reliability and reduce risk during increasingly variable weather conditions.

We understand the item before your Board is a necessary step to secure the property interests needed to complete the work. While discussions with the property owner may continue, moving forward with this step in parallel is important to meet the available construction window and avoid delaying the project another year.

Any delay has the potential to increase overall project costs. There is also a risk that failing to proceed in a timely manner could jeopardize FEMA and Cal OES reimbursement funding. If that occurs, the financial burden will shift to the project participants, resulting in higher costs for the agencies and communities that rely on this supply.

For these reasons, the City supports moving this project forward and encourages your Board to take the actions needed to allow construction to proceed.

Thank you for your continued work to maintain and improve the region's water infrastructure.

Sincerely,

Chris Huot
City Manager
City of Paso Robles

█ Paso Robles █ California 93446
█ FAX (805) 237-3904






Naci Repair Support Letter 4.6.2026

Final Audit Report

2026-04-06

Created:	2026-04-06
By:	Tonia Roeder (TRoeder@prcity.com)
Status:	Signed
Transaction ID:	CBJCHBCAABAAh3BLwmRFtoqKxyse-bq4Yzs5yh23mPvm

"Naci Repair Support Letter 4.6.2026" History

-  Document created by Tonia Roeder (TRoeder@prcity.com)
2026-04-06 - 11:30:33 PM GMT
-  Document emailed to Chris Huot (chuot@prcity.com) for signature
2026-04-06 - 11:31:11 PM GMT
-  Email viewed by Chris Huot (chuot@prcity.com)
2026-04-06 - 11:40:13 PM GMT
-  Document e-signed by Chris Huot (chuot@prcity.com)
Signature Date: 2026-04-06 - 11:40:39 PM GMT - Time Source: server
-  Agreement completed.
2026-04-06 - 11:40:39 PM GMT