

Atascadero Mutual Water Company

ESTABLISHED 1913

August 9, 2012

Mr. Dean Benedix
San Luis Obispo County
Department of Public Works
County Government Center, Room 207
San Luis Obispo, CA 93408

Subject: Proposition 50 Grant for Interagency Water Connection

Dear Mr. Benedix:

At their meeting of August 8, 2012, the Atascadero Mutual Water Company (AMWC) Board of Directors discussed the Proposition 50 grant application for improving water security during droughts and other emergencies that is currently being prepared by the County. The application will request funds for construction of a water interconnection between the communities of Santa Margarita (CSA 13), Garden Farms, and Atascadero.

The AMWC Board voiced unanimous support for the filing of the application, recognizing the significant benefits such a water interconnection would provide AMWC's shareholders and the communities of Garden Farms and Santa Margarita.

Actual participation in the water interconnection project will be subject to AMWC and the County being able to reach an acceptable agreement on the operation of the interconnection and under what conditions water will be transferred between the participating communities.

We appreciate the County considering AMWC for possible participation in this beneficial project.

Respectfully yours,

A handwritten signature in black ink, appearing to read "John B. Neil".

John B. Neil
General Manager

h/s

Garden Farms Community Water District

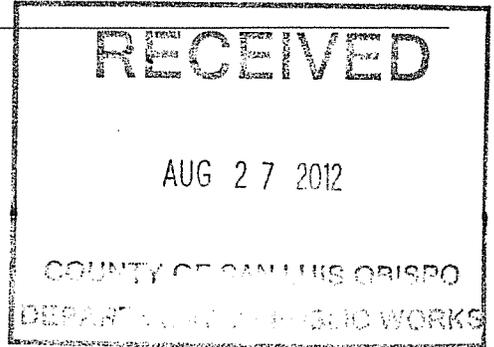
17005 Walnut Avenue • Atascadero, CA 93422 • Tel 805-438-3571

Board of Directors:

John Billings (Chairperson) • Janice Maxwell • William Miller • John Pinson •
Charron Sparks

August 16, 2012

Mr. Dean Benedix
San Luis Obispo County
Department of Public Works
County Government Center, Room 207
San Luis Obispo, CA 93408



Subject: Proposition 50 Grant for Interagency Water Connection

Dear Mr. Benedix:

At their meeting of August 9, 2012, the Garden Farms Community Water District (GFCWD) Board of Directors discussed the Proposition 50 grant application for improving water surety during droughts and other emergencies that is currently being prepared by the County. The application will request funds for construction of a water interconnection between the communities of Santa Margarita (CSA 13), Garden Farms, and Atascadero.

The GFCWD Board of Directors voiced unanimous support for the filing of the application, recognizing the significant benefits such a water interconnection would provide in water surety to our District as well as our neighbors in Santa Margarita.

Actual participation in the water interconnection project will be subject to GFCWD and the County being able to reach an acceptable agreement on the operation of the interconnection and under what conditions water will be transferred between the participating communities.

We appreciate the County considering GFCWD for possible participation in this beneficial project.

Signed John Billings

Date: 8/24/12

SANTA MARGARITA COUNTY SERVICE AREA No. 23 ADVISORY GROUP
Santa Margarita CA 93453
Smcsa23@yahoo.com

To: James Patterson, District 5 Supervisor
County of San Luis Obispo Board of Supervisors

From: County Service Area (CSA) 23 Advisory Group

Date: July 13, 2012

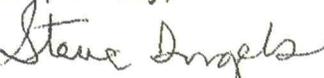
Re: Special Meeting – July 12, 2012: Consider Application for Grant Funding for a State Water Turnout Project for Drought Reliability or Other Emergency.

The CSA 23 Advisory Group held a public meeting at 7:00 p.m. on July 12, 2012 at the Santa Margarita Community Hall. Dean Benedix, Public Works Utilities Division Manager, made a public presentation regarding the above topic. The seven members of the CSA 23 Advisory Group and several Santa Margarita residents were present. After the presentation and a question and answer session the CSA 23 Advisory Group voted unanimously to recommend the following:

1. San Luis Obispo County Public Works should submit the CSA 23 State Water Turnout project to the IRWM Plan's Regional Water Management Group (RWMG) for consideration as a project to be funded through Proposition 84; and
2. San Luis Obispo County Public Works should submit a grant application to the State Department of Public Health for Proposition 50 grant funds for the CSA 23 State Water Project Turnout.

Thank you, Supervisor Patterson, for bringing our recommendations to the attention of the San Luis Obispo County Board of Supervisors.

Respectfully,


Steve Ingels, Chairman
CSA 23 Advisory Group