

Formal Audit Request -- 8/3/11

Los Osos Community Services District Wastewater Project

The graphic on top is a screenshot of a 2005 Los Osos CSD "Value Engineering" report that shows the estimated cost of the decorative amenities in the LOCSD's "Tri-W" sewer plant:
"\$2,318,000.00."

The graphic below is a November **2000**, Los Osos CSD "Site Plan" for their Tri-W sewer plant, showing the "\$51,000 amphitheater," "\$38,000 picnic area," "\$102,000 tot lot," "\$970,000 play field," etc.

"100-percent" of the now-failed (in June, 2010) Tri-W sewer project was being funded by a State Water Resources Control Board's "State Revolving Fund" loan, including the over \$2.3 million in decorative park amenities, when the policy for the SRF program reads:

"Ineligible (for SRF funding): f. Decorative items (art work, sculptures, reflective ponds, fountains, etc.);"

So, please audit why the SRF program was funding \$2.3 million worth of public decorative items in the Los Osos CSD's Tri-W sewer plant, when the policy that governs the SRF program reads:

"Ineligible... Decorative items"

Percent of Total Project Cost for each Item:

	Cost	Cost asked for in Grant Funding	Percentage of Total Grant Request
Trail Preparation	\$132,000.00	\$ 130,000.00	58%
Trail Material (Resin Paving)	\$102,000.00	\$ 100,000.00	44%
6" Eucalyptus Benches (For 5)	\$ 15,000.00	\$ 0.00	0%
Bump Safety Lights (Yard Lighting) (For 16)	\$ 16,000.00	\$ 0.00	0%
Bump Safety Lights conduit, Wiring and controls	\$ 55,000.00	\$ 0.00	0%
Trail Subtotal	\$320,000.00	\$ 230,000.00	100%

Picnic Area	\$ 38,000.00	\$ 0.00	0%
Community Garden	\$ 21,000.00	\$ 0.00	0%
Amphitheater	\$ 51,000.00	\$ 0.00	0%
Restroom Building	\$ 155,000.00	\$ 0.00	0%
Parking Area/ Loop	\$ 71,000.00	\$ 0.00	0%
Tot Lot	\$ 102,000.00	\$ 0.00	0%
Off Leash Dog Park	\$ 690,000.00	\$ 0.00	0%
Open Turf Playing Fields	\$ 970,000.00	\$ 0.00	0%
Total Cost	\$2,318,000.00	\$ 230,000.00	N/A

