DRAFT

MINUTES OF THE BOARD OF DIRECTORS OF CRESTLINE VILLAGE WATER DISTRICT

June 16, 2026

CALL TO ORDER AND FLAG SALUTE: President Steve Farrell called the Regular Meeting of the Board of Directors of Crestline Village Water District to order at 3:01 pm, on Tuesday, June 16, 2026.

ROLL CALL: Present were President Steve Farrell, Directors Ken Stone, Leslie Brister, William Barrera, and Cory Hubbell.

Staff members present were General Manager Thomas Weddle, Operations Manager Dave Sale, Office Manager Josselyn Quine, and District Counsel Ronald Van Blarcom.

Public in Attendance: Autumn DeWoody, Lee Reeder, Sam Gershon

MINUTES OF PREVIOUS MEETINGS:
The Board reviewed the minutes of the May 2026 Regular Board Meeting. On a motion by Director Brister, and second by Director Hubbell, the minutes for the May 19, 2026, meeting were approved with the following vote:

AYES: Directors Brister, Barrera, Hubbell, and Farrell.
NOES: None.
ABSENT: None
ABSTAINED: Director Stone.

CASH DISBURSEMENTS:
There was general discussion about the cash disbursements. On a motion by Director Hubbell, and seconded by Director Barrera, the cash disbursements for May 2026 were approved with the following vote:

AYES: Directors Brister, Barrera, Hubbell, and Farrell.
NOES: None.
ABSENT: None.
ABSTAINED: Director Stone.

MONTHLY FINANCIALS:
The Board reviewed and discussed the monthly financials for May 2026.

PUBLIC COMMENTS:
None.

REGULAR SESSION:

CONSIDER ADOPTING RESOLUTION NO 516: ADOPTION OF THE 2025 WATER SHORTGAGECONTINGENCY PLAN: President Farrell opened the public hearing at 3:13 pm. Autumn DeWoody, Senior Analyst at Albert Webb & Associates went over highlights of the WSCP. The Board received the Water Shortage Contingency Plan, a standalone document providing pre-planned guidance for managing water shortages, which is formally included in the Urban Water Management Plan.

President Farrell closed the public hearing at 4:02 pm.

CONSIDER ADOPTING RESOLUTION NO 517: ADOPTION OF THE 2025 URBAN WATER MANAGEMENT PLAN (UWMP): The public hearing for the UWMP started at 4:03 pm. Autumn DeWoody, Senior Analyst at Albert Webb & Associates, went over highlights of the UWMP with a PowerPoint presentation. Analyst DeWoody confirmed that the District adhered to all public notice requirements including newspaper announcements in The Alpine Mountaineer News newspaper.

Director Farrell expressed his concerns about Crestline-Lake Arrowhead Water Agency (CLAWA) not guaranteeing the District's supply in a mountain-wide drought. He also noted that CLAWA continues to not be required to prepare their own Urban Water Management Plan because of the number of customers they have.

The UWMP projected that the District will have sufficient water supplies to meet projected demands after considering the addition of future planned wells, projected climate change, impacted water quality, future supply projects, and water conservation. By July 1, 2026, the District, with the assistance from WEBB, will have to submit to the Department of Water Resources (DWR) a finalized Urban Water Management Plan.

The public hearing for the UWMP ended at 4:09 pm.

CONSIDER ADOPTING BUDGET FOR FISCAL YEAR 2026-27:
Manager Quine presented the budget for the next fiscal year. There was general discussion on budget items.

On a motion by Director Stone and a second by Director Hubbell, the Board approved the cash budget for fiscal year 2026-27 as submitted with the following roll call vote:

AYES: Directors Brister, Barrera, Hubbell, Stone, and Farrell.
NOES: None.
ABSENT: None.
ABSTAINED: None.

CONSIDER ADOPTING RESOLUTION NO. 518, INTENTION TO INCREASE WATER RATES, SETTING A PUBLIC HEARING DATE AND DIRECTING STAFF TO PROCEED WITH MAILING NOTICES TO ALL PROPERTY OWNERS AND WATER CUSTOMER IN THE DISTRICT: After more discussions regarding the presented proposed rate structure, President Farrell would like to see other options. The structure that was presented increases the monthly cost, increases the consumption cost for basic allocation and excess consumption, as well as lowering the basic allocation threshold from 1300 cubic feet to 800 cubic feet. President Farrell's goal is to spread the increased cost over each customer equally and would do so by increasing the monthly fixed cost only. District staff have said that the most complaints we receive are about the monthly cost. Increasing the monthly cost only will affect every customer equally but does not allow for individual control of their water bill or amounts due. This does not allow for a customer to lessen their water consumption to lower their bill; aiding in water conservation. Manager Weddle will put together a few different scenarios to address this request. He will provide different scenarios that will address increasing the monthly cost only, compared to increasing consumption charges.

CONSIDER ADOPTING INVESTMENT POLICY FOR FISCAL YEAR 2026 – 2027: Manager Quine explained that the Board reviews the Investment Policy annually. The policy permits most acceptable investment types. The District currently holds investments in the Local Agency Investment Fund (LAIF) and King Capital Investments. Staff recommended no changes to the current policy. On a motion by Director Stone and a second by Director Barrera, the Board unanimously approved the Investment Policy with no changes with the following vote:

AYES: Directors Brister, Barrera, Hubbell, Stone, and Farrell.
NOES: None.
ABSENT: None.
ABSTAINED: None.

CONSIDER ATTENDANCE AT THE CSDA ANNUAL CONFERENCE; AUGUST 24 – 27, 2026, PALM SPRINGS: After general discussion, Manager Weddle having already registered, and Director Hubbell expressing interest in attendance as well, the Board has approved the attendance with the following vote:

AYES: Directors Brister, Barrera, Hubbell, Stone, and Farrell.
NOES: None.
ABSENT: None.
ABSTAINED: None.

MANAGER'S REPORT.

Field Manager Sale reported that Sam Crum recommended well-driller Raymon Ward, with Eagle Drilling, give the District a bid to drill a well up near Pinecrest tanks. Our current problem is that we do not have any power at that site. We need to investigate what it would cost to have Edison provide power there.

Weed abatement is nearly done. Corey is about finished with our main sites, and we are just about to complete our easements.

System dead end flushing started late this year, we expect to be finished this week.

USA's this month have taken up a lot of District time. The Gas company is replacing main, so we are having to mark all our infrastructure on entire streets. This is a lot of locating and as-builts work to be as correct as possible.

Strawberry Lodge Annexation. Manager Weddle reported he spoke with Mark Mazakas from Strawberry Lodge to get a better idea of what they were hoping to accomplish as well as have him attend the board meeting. We decided the July board meeting would be better due to all the items we would be addressing at this meeting.

Obernolte Grant Update. The District was informed that our grant received a trim from the $4 million down to $1 million. This will significantly reduce the amount of money that can be replaced but will still improve the area significantly.

MONTHLY WATER PRODUCTION REPORTS:
Manager Weddle gave the monthly Water Report.

EXECUTIVE SESSION:
The Board entered Executive Session at 4:47pm to discuss anticipated litigation regarding the McPartland Claim.

REGULAR SESSION:
The Board came out of Executive Session at 5:51pm and on a motion by Director Brister, and seconded by Director Stone, the Board denied the claim with the following vote:

AYES: Directors Brister, Barrera, Hubbell, Stone, and Farrell.
NOES: None.
ABSENT: None.
ABSTAINED: None.

DIRECTORS' REPORTS:

1. Director's Reports: None.
2. Request for Future Agenda Items: Backflow requirements for 2030.
3. Staff Items: Compliment to Andrew Watts and Michael Casas from a landowner for going above and beyond in the field.

As there was no further business to discuss, the meeting was adjourned at 6:01 pm. The next meeting date is July 21, 2026. This meeting will be held in person at the District office at 3pm.