ENGAGEMENT AGREEMENT FOR GENERAL COUNSEL SERVICES

THIS ENGAGEMENT AGREEMENT FOR GENERAL COUNSEL SERVICES is made between Crestline Village Water District ("Client") and Ronald A. Van Blarcom ("Lawyer") effective December 1, 2021 (the "Commencement Date"). Client and Lawyer agree as follows:

- 1. <u>Services</u>. Client engages Lawyer to act as General Counsel to Client on a part-time basis (approximately 10 attorney hours per month) and to provide all legal services reasonably required to represent Client as General Counsel ("Services").
- 2. Fees. Client agrees to pay Lawyer \$2,500.00 per month for up to 10 hours of time in providing the Services, payable on the last day of the month. Additionally, should Client desire to engage Lawyer to provide Services outside the scope of General Counsel Services, or regularly require Services beyond the 10 attorney hours per month, Client and Lawyer will either enter into a new Engagement Agreement or amend this Engagement Agreement as may be necessary to provide for such additional services on a matter by matter basis. Hours in excess of 10 attorney hours per month that are not covered by a new or amended Engagement Agreement will be charged by Lawyer and paid by Client at Lawyer's standard hourly rate of \$300.00 per hour.
- Term and Termination. Client will take formal action, usually in January of 3. each year, to appoint its General Counsel. Lawyer will agree to accept such appointment annually in accordance with this Agreement. However, this Engagement Agreement may be terminated by either party for any reason immediately, upon prior written notice. Termination of this engagement shall not relieve Client of the obligation to pay the amounts owed to Lawyer for services rendered and costs incurred prior to such termination. After receiving a termination notice, and as of the effective date of termination, Lawyer shall immediately cease to render additional services, except for such services as Lawyer may be required to provide under applicable law or as Lawyer deems reasonably necessary to transfer the Services to Client or to successor legal counsel and Lawyer shall be compensated for all such services. Client will fully cooperate with Lawyer's efforts to withdraw and transfer any such matters. Likewise, Client will take all steps necessary to free Lawyer of any obligation to perform further legal services, including without limitation, the execution of any documents necessary to complete Lawyer's discharge or withdrawal. The rights of Lawyer hereunder are in addition to those created by statute or recognized by rules of professional conduct.
- 4. <u>Costs and Expenses</u>. Client agrees to pay Lawyer extraordinary costs and expenses reasonably incurred in rendering Services. However, Lawyer shall not be required to advance any amount to pay costs or expenses attributable to Client. Extraordinary costs and expenses may include, without limitation, messenger and other delivery fees, charges for outside assisted legal research, travel expenses such as mileage, parking, airfare, meals and hotel accommodations, process server's fees, filing fees and other charges assessed by courts

and other public agencies, expert's fees or consultant's fees, costs for copying by outside services, and other similar items. All such items will be charged to Client at Lawyer' cost.

- 5. <u>Statements</u>. As soon as practicable after the end of each month, Lawyer will send Client a statement setting forth the fees and costs incurred by Client for the month just ended. Client will pay the fees and costs, within fifteen (15) days after receiving said statement. Any amounts outstanding more than thirty (30) days are subject to a late fee of one and one-half percent (1.5%) per month.
- **6.** Results. Lawyer has made no promises or guarantees to Client concerning the outcome of any matter handled as General Counsel, and nothing in this Agreement shall be construed as such a promise or guarantee.

7. Arbitration.

- A. Any dispute hereunder, or concerning the rights of any of the parties hereto, including, but not limited to, any dispute over the amount of fees or costs due and owing and any dispute over alleged malpractice, may, if any such dispute cannot be resolved between the parties hereto, be decided by arbitration by a retired judge of the Superior Court to be agreed upon by the parties, if either makes such request in a timely fashion as determined by Business and Professions Code section 6201. Client understands that it may well be entitled to a jury trial as to any claim against Lawyer for malpractice or for other claims and that Client waives hereby any such right. Client represents that it has had the opportunity to consult independent counsel of its choice regarding its waiver of any right to a jury as specified above and as to the other terms of this Agreement and has either done so or has knowingly and willingly of its own free choice chosen not to consult such independent counsel. If the parties cannot agree upon an arbitrator, the presiding judge of the Superior Court shall be requested to appoint a retired judge to act in such capacity, upon petition of any party hereto.
- **B.** In the event the presiding judge fails or refuses for thirty (30) days after a request to make such appointment, the court shall be petitioned to appoint a lawyer licensed to practice in California as sole arbitrator. In the event that the parties arbitrate or otherwise litigate any dispute arising from this agreement or Lawyer's representation of Client, the prevailing party will be entitled to its costs and reasonable attorneys' fees.
- 8. Entire Agreement. This Agreement contains the entire understanding among the parties hereto and supersedes any prior understandings and agreements among them with respect to the subject matter herein. There are no representations, agreements, arrangements or understandings among the parties, oral or written, relating to the subject matter of this Agreement that are not fully expressed herein. Any statements, promises or inducements, whether made by any party or agent of any party, that are not contained in this written Agreement shall not be valid or binding. This Agreement may not be enlarged, modified or altered except by a written agreement signed by all the parties hereto. The place of performance of this Agreement will be California, and this Agreement is governed by the

law of California both as to interpretation and performance. The parties agree to submit to the jurisdiction of the California State or Federal Courts with respect to any action that is brought to enforce the terms of this Agreement.

9. <u>Notice</u>. All notices, requests, demands or other communications necessary to be given hereunder shall be in writing and shall be deemed to have been given if delivered or if mailed by United States Mail, postage prepaid, to the parties at the following addresses (or at such other addresses as a party may notify the other party of in writing in accordance with this section).

If to Lawyer address to: Ronald A. Van Blarcom

Attorney at Law

204 N. California Street Orange, CA 92866

If to Client address to: General Manager

Crestline Village Water District

777 Cottonwood Drive Crestline, CA 92325

- 10. Retention of Client's File. Client is entitled to a copy of the file materials maintained or generated by Lawyer with respect to Client's representation by Lawyer, except those undisclosed work product materials reflecting Lawyer's impressions, conclusions, opinions, legal research or theories (hereinafter "Client File"), upon reasonable notice and at Client's expense. Where Lawyer withdraws, the Client cancels this Agreement and substitutes Lawyer out as attorney of record in any litigation in which Lawyer was representing the Client, or upon completion of the work for which Lawyer was retained by Client, the Client is entitled, upon giving Lawyer reasonable notice, to custody of the original Client File and Lawyer, at his expense, is entitled to keep a copy of any of the Client File materials he deems desirable. At the conclusion of the handling by Lawyer of the matter to which this Agreement pertains, Lawyer may at any time, in Lawyer's absolute discretion, store the original Client File or destroy all or part of said file.
- 11. Opinion Letters in Connection with Financings. In connection with financings, it is often customary for the lender/underwriter to request an "Opinion of General Counsel" providing representations and legal opinions with regard to the status of the Client. For a separate, additional, flat fee equal to \$10,000 or 1/10th of one percent (0.1%) of the total amount of the financing (whichever is greater), such an opinion letter will be provided. The fees for General Counsel Services in paragraph 2 of this Agreement and the standard hourly rate in paragraph 2 of this Agreement do not apply to provision of any such opinion letter, and such an opinion letter will not be provided except upon payment of the additional flat fee described above.

12. <u>Counterparts.</u> This Agreement, consisting of four (4) pages, may be executed in counterparts, each of which may be deemed an original, and taken together they shall constitute one and the same agreement.

AGREED AND ACCEPTED:

RONALD A. VAN BLARCOM ATTORNEY AT LAW

Dated: November 10, 2021

By:

Ronald A. Van Blarcom

CRESTLINE VILLAGE WATER DISTRICT

Dated: 11/16/2021

By: