



Mission Statement

“To provide reliable water and sewer service in a safe, cost effective environmentally sound manner in accordance with community needs.”

**REGULAR MEETING OF THE BOARD OF DIRECTORS
IDYLLWILD WATER DISTRICT
25945 Highway 243
Idyllwild, CA 92549**

June 17 , 2026 – 6:00 P.M.

AGENDA

This meeting is being conducted in person at the address above and is open to the public. The video conference feature is being provided solely for the benefit of the public and is not required. If there is a disruption in the video conference during the meeting, the meeting will continue.

Topic: Board of Directors Meeting

Time: Jun 17, 2026 06:00 PM Pacific Time (US and Canada)

Join Zoom Meeting

<https://us06web.zoom.us/j/81356819459?pwd=8Q8xtIV2ZgdHvTn8g1m0TYObI9dXug.1>

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Meeting ID: 813 5681 9459

Passcode: 589616

One tap mobile

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Join instructions

<https://us06web.zoom.us/meetings/81356819459/invitations?signature=F6GBSD6zSpepmKH8qRiTd8nw9ZIk6E05omorzfrDC-s>

CALL TO ORDER

ROLL CALL

PUBLIC COMMENTS

Any person may address the Board at this time upon any subject not identified on this Agenda but within the jurisdiction of the district. Please note that for items not listed on the agenda, the Brown Act imposes limitations on what the Board may do at this time. The Board may not act on the item at this meeting. As to matters on the agenda, people will be given an opportunity to address the Board when the matter is considered. Each speaker will be given four (4) minutes to address the Board. Comments should be directed at the Board as a whole and not directed at individual Board members.



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1. CONSENT CALENDAR

Consent Calendar items are expected to be routine and non-controversial, to be acted upon by the Board at one time without discussion. If any Board member, staff member, or interested person requests that an item be removed from the Consent Calendar, it shall be removed so that it may be acted upon separately.

A. MINUTES

Regular Board Meeting: May 20, 2026

B. FINANCIAL REPORTS

- a. Income statement for month ending May 2026 and the tenth month ending May 30, 2026
- b. District warrants for May 2026
 - Check #19491-19575 = \$218,034.31
 - Gross Payroll = \$84,652
 - Federal/State PR taxes = \$8,325
 - LAIF Transfers = \$0.00
 - Transfers/charges = \$511.80

C. OPERATIONS REPORT

INFORMATION

2. GENERAL MANAGER REPORT

The General Manager will update the Board on accomplishments, challenges that have occurred, and key performance metrics.

ACTION ITEMS

3. CONSIDERATION AND APPROVAL OF AGREEMENT WITH CSG ADVISORS FOR MUNICIPAL ADVISORY SERVICES RELATED TO THE STATE REVOLVING FUND (SRF) SEWER LOAN

The Board will consider approving the Scope and Fee Engagement Letter with CSG Advisors Incorporated for municipal advisory services related to the District's proposed Clean Water State Revolving Fund (SRF) Loan and authorizing the General Manager to execute the agreement.



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4. RESOLUTION NO 815 ADOPTING A DEBT POLICY

The Board of Directors will consider approving the resolution NO 815 adopting a debt management policy of the District in order to comply with California Government Code Section 8855, as amended by Senate Bill No. 1029.

DIRECTORS COMMENTS

ADJOURNMENT

The next Board meeting will be a Regular Board Meeting on Wednesday, July 15, 2026, at 6:00 p.m., to be held at the Idyllwild Water District Boardroom, 25945 Hwy. 243, Idyllwild, CA 92549.

Americans with Disabilities Act: In compliance with the ADA, if you need special assistance to participate in a District meeting or other services offered by this District, please contact the district office @ 951-659-2143 or email: twheeler@idyllwildwater.com. Upon request, the agenda and documents in the agenda packet can be made available in appropriate alternative formats to persons with a disability. Notification of at least 48 hours prior to the meeting or time when services are needed will assist the district staff in assuring those reasonable arrangements can be made to provide accessibility to the meeting.



IDYLLWILD WATER DISTRICT

Memo

To: Board of Directors
From: Bill Rojas, General Manager
Date: June 17, 2026
Subject: Item 1A – Board Minutes

Recommendation:

The Board of Directors approves the following:

- May 20,2026, Regular Board meeting minutes

Attachments:

- May 20,2026, Regular Board meeting minutes



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**MINUTES FOR REGULAR MEETING OF THE BOARD OF DIRECTORS
IDYLLWILD WATER DISTRICT
25945 Highway 243
Idyllwild, CA 92549**

May 20, 2026 – 6:00 P.M.

AGENDA

CALL TO ORDER

President Schelly called the meeting to order at 6:00 p.m.

ROLL CALL

President Schelly, Vice President Priefer, and Director Davis, Director Olson, and Director Stamper. Also in attendance were General Manager Rojas, and Chief Financial Officer Shouman.

PUBLIC COMMENTS

None.

President Schelly requested to move Item No. 3 up in the agenda order, and the Board agreed.

DISCUSSION ITEMS

3. RECOGNITION OF ANNUAL MIDDLE SCHOOL POSTER AND ESSAY CONTEST WINNERS

The Board will welcome a representative from Idyllwild School and recognize the student winners of the Annual Middle School Poster and Essay Contest. Student participants will be acknowledged during the meeting.

DIRECTOR COMMENTS

President Schelly presented the awards to the winners.

PUBLIC COMMENTS

Lindsey Baldwin of Idyllwild School spoke on behalf of the school and provided background on the contest, including how it worked and its focus on water conservation. She introduced the contest winners and expressed appreciation to the Board for its sponsorship and continued support.

1. CONSENT CALENDAR

Consent Calendar items are expected to be routine and non-controversial, to



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be acted upon by the Board at one time without discussion. If any Board member, staff member, or interested person requests that an item be removed from the Consent Calendar, it shall be removed so that it may be acted upon separately.

A. MINUTES

Regular Board Meeting: April 18, 2026
Special Board Meeting: May 6, 2026

B. FINANCIAL REPORTS

- a. Income statement for month ending April 2026 and the ninth months ending April 30, 2026
- b. District warrants for April 2026
 - Check #19491-19541 = \$268,747.06
 - Gross Payroll = \$84,201.00
 - Federal/State PR taxes = \$0.00
 - LAIF Transfers = \$0.00
 - Transfers/charges = \$471.00

C. OPERATIONS REPORT

DIRECTOR COMMENTS

Vice President Prierer asked for clarification regarding the checks related to the paving work and what areas were paved. Mr. Shouman explained it was for the house on Pine Crest.

President Schelly asked if the house project was still within budget and expressed concern that the budget was getting close. Mr. Shouman stated that the budget is “done”.

Vice President Prierer asked about the house project and why there was not a budget included for the house in this year’s budget. Mr. Shouman explained that it should have been included in last year’s budget, but the work was completed this year, and the project is now complete.

Vice President Prierer asked about a check issued to Garrett Woods. Mr. Shouman explained it was for flooring at the second house located on the Pine Crest property. Vice President Prierer also asked whether the second house was included in the budget and where the funding for the project was coming from. Mr. Shouman mentioned that no additional work would be completed on the house.

Vice President Prierer asked for clarification regarding the spending on the mini excavator and trailer. Mr. Shouman explained that the purchase was approximately \$10,000 over budget. Vice President Prierer asked whether there is Board approval required when monthly expenses or



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projects exceed the approved budget, stating she was seeking clarification on the process. Vice President Priefer also asked about purchases previously discussed by Mr. Rojas and Mr. Shouman and questioned why items included in a prior CIP budget do not carry over into the following year’s budget.

Director Olson mentioned that it would be beneficial to include a line item for “carry over” funds that were not used in the prior year and would still be available for use in the following year. The Board agreed with moving forward with the idea.

Vice President Priefer asked that, moving forward, the check warrant descriptions include more detailed information regarding the purpose of the expenditures.

PUBLIC COMMENTS

David Jerome asked about the second house on Pine Crest. President Schelly replied that one of the aspects that was especially appealing to the Board when the property was purchased was the availability of additional lodging for staff if needed.

A motion was made by Director Olson to approve the Consent Calendar and Vice President Priefer seconded.

AYES

- Director Stamper
- Director Davis
- Director Olson
- Vice President Priefer
- President Schelly

NAYS

ABSTAIN

ABSENT

Motion approved

INFORMATION

2. GENERAL MANAGER REPORT

The General Manager will update the Board on accomplishments, challenges that have occurred, and key performance metrics.

DIRECTOR COMMENTS

Vice President Priefer asked if the District was using the same company rehabilitate Tank No. 5 that has been used for Tank No. 3 was done by J. Colon. She also asked if it was the same company that replaced the carbon filter. Mr. Rojas replied no and stated that the company was Evoqua-Xylem.

President Schelly asked about the cost difference between constructing a new tank and



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rehabilitating the existing tank. Mr. Shouman stated that a new tank would cost approximately \$1.2 million, while rehabilitating the existing tank costs approximately \$300,000.

PUBLIC COMMENTS

None.

ACTION ITEMS

President Schelly opened Public Hearing.

4. RESOLUTION NO. 809 WATER STAND-BY ASSESSMENTS FOR FY 2026-2027

The Board of Directors will hold a Public Hearing to consider approving Resolution No.809 for Water Stand-By Assessments for FY 2026-2027 for undeveloped parcels within the Idyllwild Water District (water service area).

DIRECTOR COMMENTS

None.

PUBLIC COMMENTS

None.

President Schelly closed Public Hearing.

A motion was made by Director Olson to approve Resolution No. 809 Water Stand-By Assessment FY 2026-2027 and Director Stamper seconded.

AYES

**Director Stamper
Director Davis
Director Olson
Vice President Prierfer
President Schelly**

NAYS

ABSTAIN

ABSENT

Motion approved

President Schelly opened Public Hearing.

5. RESOLUTION NO. 810 SEWER STAND BY ASSESSMENTS FOR FY 2026-2027

The Board of Directors will hold a Public Hearing to consider approving Resolution No. 810 for Sewer Stand-By Assessments for FY 2026-2027 for undeveloped parcels within the Idyllwild Water District Improvement District No.1 (sewer service area).



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DIRECTOR COMMENTS

President Schelly asked how many sewer accounts the District currently has within the sewer district. Mr. Rojas replied that the District has 586 sewer accounts.

PUBLIC COMMENTS

None.

President Schelly closed Public Hearing.

A motion was made by Director Olson to approve Resolution No. 810 Sewer Stand-By Assessment FY 2026-2027 and Vice President Prierer seconded.

AYES

**Director Stamper
Director Davis
Director Olson
Vice President Prierer
President Schelly**

NAYS

ABSTAIN

ABSENT

Motion approved

6. CONSIDER APPROVING RESOLUTION NO. 813 BUDGET FOR FISCAL YEAR 2026-2027

The Board of Directors will review the FY 2026-2027 Budget and consider adoption of Resolution No. 813 approving FY 2026-2027.

DIRECTOR COMMENTS

Vice President Prierer requested clarification that the only increase was the medical insurance number. Mr. Shouman confirmed.

President Schelly stated that, moving forward, the District would add a new line item for “carry over” items discussed during the Consent Calendar discussion.

PUBLIC COMMENTS

None.

A motion was made by Director Olson to approve Resolution No. 813 approving FY 2026-2027 Budget and Vice President Prierer seconded.

AYES

Director Stamper

NAYS

ABSTAIN

ABSENT



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**Director Davis
Director Olson
Vice President Prierer
President Schelly**

Motion approved

7. ADOPTION OF RESOLUTION NO. 814 RENAMING OF WELL #23 AND DEDICATION TO FRANZ HUBER

The Board will consider adopting a resolution to rename Well #23 and dedicate the well in honor of Franz Huber in recognition of his contribution to the District.

DIRECTOR COMMENTS

Director Olson thanked Mr. Huber, and Vice President Prierer also expressed her appreciation.

Director Stamper asked if the land was sold at a discount. Mr. Huber explained what he originally purchased the property for and what he sold it to the District for, stating that he sold the property to the District at a great deal.

President Schelly asked Mr. Huber what he preferred the well to be named. Mr. Huber stated that he did not have a preference, as long as his name was included on it.

PUBLIC COMMENTS

Mr. Huber provided background on the property and explained that he has been here for 32 years and greatly appreciated the dedication.

A motion was made by President Schelly to approve the Adoption of Resolution No. 814 to rename Well #23 and Director Olson seconded.

AYES

**Director Stamper
Director Davis
Director Olson
Vice President Prierer
President Schelly**

NAYS

ABSTAIN

ABSENT

Motion approved

DIRECTORS COMMENTS



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Vice President Priefer thanked staff.

Director Davis asked Mr. Rojas whether the District had considered purchasing a used tank and suggested that, if the time comes to purchasing a new tank, the District could look into that option. Mr. Rojas replied that it was a good idea.

ADJOURNMENT

The Board Adjourned at 6:36 p.m.

The next Board meeting will be a Regular Board Meeting on Wednesday, June 17, 2026, at 6:00 p.m., to be held at the Idyllwild Water District Boardroom, 25945 Hwy. 243, Idyllwild, CA 92549.

Idyllwild Water District

Idyllwild Water District

BY: _____
Tyla Wheeler
Board Secretary

BY: _____
Dr. Charles Schelly
Board President



IDYLLWILD WATER DISTRICT

Memo

To: Board of Directors
From: Bill Rojas, General Manager
Date: June 17, 2026
Subject: Item 1B – Financial Reports

Recommendation:

Board of Directors accept June 2026 Financial Reports.

Attachments:

- Water Fund Condensed Income Statement
- Sewer Fund Condensed Income Statement
- District Warrants and Other Disbursements

IDYLLWILD WATER DISTRICT
Water Fund Condensed Income Statement
Operating Revenue - Water
Fiscal Year 2025 - 2026

Operating Revenue - Water	May 2026			Year to Date: July 2025 - May 2026				
	Condensed By Category	Actual	Budget	Variance	%	Actual	Budget	Variance
Base - Residential / Commercial	108,089	108,089	-	0.00%	1,188,229	1,188,229	-	0.00%
Sales - Residential / Commercial	80,622	63,335	17,287	27.29%	782,042	696,685	85,357	12.25%
Other Operating Revenue	-	-	-	0.00%	850	100	750	750.00%
Other Non - Operating Revenue	-	-	-	0.00%	-	-	-	0.00%
Total Operating Revenues	188,711	171,424	17,287	10.08%	1,971,121	1,885,014	86,107	4.57%

Operating Revenue - Water	May 2026				Year to Date: July 2025 - May 2026			
	By Category	Actual	Budget	Variance	%	Actual	Budget	Variance
Base Rate - Residential	79,061	79,061	-	0.00%	868,921	868,921	-	0.00%
Base Rate - Commercial	29,028	29,028	-	0.00%	319,308	319,308	-	0.00%
Sales - Residential	48,625	33,335	15,290	45.87%	459,468	366,685	92,783	25.30%
Sales - Commercial	31,997	30,000	1,997	6.66%	322,574	330,000	(7,426)	-2.25%
Sales - Sewer	-	-	-	0.00%	-	-	-	0.00%
Sales - Construction / Other	-	-	-	0.00%	850	100	750	0.00%
Transfer Fees	-	-	-	0.00%	-	-	-	0.00%
Turn On / Off Fees	-	-	-	0.00%	-	-	-	0.00%
Lien & Lien Release Fees	-	-	-	0.00%	-	-	-	0.00%
Delinquency Fees	-	-	-	0.00%	-	-	-	0.00%
Will Serve Letter Fees	-	-	-	0.00%	-	-	-	0.00%
Other Miscellaneous	-	-	-	0.00%	-	-	-	0.00%
Installation Fees	-	-	-	0.00%	-	-	-	0.00%
Capacity Fees	-	-	-	0.00%	-	-	-	0.00%
Total Operating Revenues	188,711	171,424	17,287	10.08%	1,971,121	1,885,014	86,107	4.57%

IDYLLWILD WATER DISTRICT
Water Fund Condensed Income Statement
Operating Expenses - Water
Fiscal Year 2025 - 2026

No.	By Category	May 2026				Year to Date: July 2025 - May 2026			
		Actual	Budget	Variance	%	Actual	Budget	Variance	%
1	Wages and Salaries Expenses	68,920	69,000	80	0.12%	755,580	759,000	3,420	0.45%
2	Retirement Plan and Life Insurance	6,500	6,900	400	5.80%	72,700	75,900	3,200	4.22%
3	Medical Insurance	16,344	18,000	1,656	9.20%	180,416	198,000	17,584	8.88%
4	Uniform Expenses	1,114	990	(124)	-12.53%	10,976	9,200	(1,776)	-19.31%
5	Worker's Comp Insurance	-	-	-	0.00%	21,832	28,100	6,268	22.31%
6	Retirement Medical Insurance	-	-	-	0.00%	31,617	51,500	19,883	38.61%
7	Board Reimbursement	-	-	-	0.00%	-	-	-	0.00%
8	Office Supplies	283	990	707	71.41%	4,206	10,950	6,744	61.59%
9	Office Cleaning Service	255	340	85	25.00%	3,247	3,740	493	13.18%
10	Postage and Mailing Fees	1,686	1,125	(561)	-49.87%	9,081	11,250	2,169	19.28%
11	Training and Education	-	-	-	0.00%	-	-	-	0.00%
12	Reimbursement, Travel, Meals, Etc.	-	-	-	0.00%	-	-	-	0.00%
13	Dues, Fees, Subscriptions	3,960	2,750	(1,210)	-44.00%	29,669	30,250	581	1.92%
14	Computer Services	1,319	2,000	681	34.05%	21,970	22,000	30	0.14%
15	Legal Services	1,287	2,500	1,213	48.52%	25,874	19,500	(6,374)	-32.69%
16	Engineering and Consulting	-	-	-	0.00%	-	-	-	0.00%
17	Utilities, Electricity	5,311	10,750	5,399	50.60%	64,668	118,250	53,582	45.31%
18	Utilities, Gas & Fuel	582	700	118	16.86%	6,367	7,700	1,333	17.31%
19	Utilities, Propane	-	-	-	0.00%	5,623	9,800	4,177	42.62%
20	Utilities, Telephone and Internet	2,658	2,700	42	1.56%	28,045	29,300	1,255	4.28%
21	Utilities, Waste Management Fees	252	340	88	25.88%	2,772	3,740	968	25.88%
22	Insurance, Liability, Auto, Property	15,929	16,000	71	0.44%	61,535	64,000	2,465	3.85%
23	Fees, State, County Water System	13,177	14,000	823	5.88%	47,054	84,500	37,446	44.31%
24	General Plant & Treatment Services	8,078	35,000	26,922	76.92%	247,623	340,000	92,377	27.17%
25	Vehicles Repairs & Maintenance	95	1,800	1,705	94.72%	8,138	9,200	1,062	11.54%
26	Laboratory Services	20,927	12,000	(8,927)	-74.39%	48,416	50,800	2,384	4.69%
27	Water Security System	-	-	-	0.00%	-	-	-	0.00%
28	Advertising and Publishing	-	-	-	0.00%	1,633	900	(733)	-81.44%
29	Bank Fee Charge	-	-	-	0.00%	1,211	1,200	(11)	-0.92%
30	Water Maintenance and Supplies	1,750	1,750	-	0.00%	5,517	9,750	4,233	43.42%
31	Accounting & Auditing Fees	-	-	-	0.00%	15,802	20,200	4,398	21.77%
32	IWD Leak	-	-	-	0.00%	-	-	-	0.00%
Total Operating Expenses		170,427	199,635	29,208	14.63%	1,711,572	1,968,730	257,158	13.06%
Water Total Income And (Loss)		18,284	(28,211)						

IDYLLWILD WATER DISTRICT
Water Fund Condensed Income Statement
Water Sales In Cubic Feet
Fiscal Year 2025 - 2026

Water Sales Meter Size	May 2026		
	Residential	Commercial	Total CF
R1 5/8	568,975	88,921	657,896
R2 3/4	12,831	17,221	30,052
R3 1"	26,824	95,339	122,163
R4 1.1/2"	-	21,191	21,191
R5 2"	-	3,948	3,948
R6 3"	-	5,247	5,247
IA 3"	-	111,022	111,022
NC-WWTP	-	3,877	3,877
Total Water Sales	608,630	346,766	955,396

Water Accounts Meter Size	May 2026		
	Residential	Commercial	Total
R1 5/8	1,428	102	1,530
R2 3/4	13	18	31
R3 1"	53	40	93
R4 1.1/2"	-	16	16
R5 2"	-	7	7
R6 3"	-	1	1
IA 3"	-	1	1
NC-WWTP	-	1	1
Total Accounts	1,494	186	1,680

Sewer Accounts Service Type	May 2026		
	Residential	Commercial	Total
Sewer Acct S	427	168	595
Fire Services F "2"	-	-	-
Fire Services F "3"	-	1	1
Fire Services F "4"	-	3	3
Total Sewer Accounts	427	172	599

Total Water And Sewer Accounts	1,921	358	2,279
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IDYLLWILD WATER DISTRICT
Sewer Fund Condensed Income Statement
Operating Revenue - Sewer
Fiscal Year 2025 - 2026

Operating Revenue - Sewer	May 2026			Year to Date: July 2025 - May 2026				
	Condensed By Category	Actual	Budget	Variance	%	Actual	Budget	Variance
Base - Residential / Commercial	63,774	63,774	-	0.00%	699,187	697,772	1,415	0.20%
Other Operating Revenue	30,008	30,008	-	0.00%	330,088	330,088	-	0.00%
Total Operating Revenues	93,782	93,782	-	0.00%	1,029,275	1,027,860	1,415	0.14%

Operating Revenue - Sewer	May 2026			Year to Date: July 2025 - May 2026				
	By Category	Actual	Budget	Variance	%	Actual	Budget	Variance
Base - Residential / Commercial	63,774	63,774	-	0.00%	699,187	697,772	1,415	0.20%
Sales - Residential / Commercial	30,008	30,008	-	0.00%	330,088	330,088	-	0.00%
Other Operating Revenue	-	-	-	0.00%	-	-	-	0.00%
Other Non - Operating Revenue	-	-	-	0.00%	-	-	-	0.00%
Total Operating Revenues	93,782	93,782	-	0.00%	1,029,275	1,027,860	1,415	0.14%

IDYLLWILD WATER DISTRICT
Sewer Fund Condensed Income Statement
Operating Expenses - Sewer
Fiscal Year 2025 - 2026

No.	By Category	May 2026				Year to Date: July 2025 - May 2026			
		Actual	Budget	Variance	%	Actual	Budget	Variance	%
1	Wages and Salaries Expenses	14,788	15,200	412	2.71%	163,216	167,200	3,984	2.39%
2	Retirement Plan and Life Insurance	3,850	3,750	(100)	-2.67%	35,450	35,400	(50)	-0.14%
3	Medical Insurance	5,448	5,950	502	8.44%	59,800	65,450	5,650	8.63%
4	Uniform Expenses	371	500	129	25.80%	6,535	15,750	9,215	58.51%
5	Worker's Comp Insurance	-	-	-	0.00%	7,277	10,000	2,723	27.23%
6	Retirement Medical Insurance	-	-	-	0.00%	11,043	14,580	3,537	24.26%
7	Board Reimbursement	-	-	-	0.00%	-	-	-	0.00%
8	Office Supplies	94	300	206	68.67%	2,142	2,860	718	25.10%
9	Office Cleaning Service	85	220	135	61.36%	1,082	2,420	1,338	55.29%
10	Postage and Mailing Fees	556	330	(226)	-68.48%	3,048	3,300	252	7.64%
11	Training and Education	-	-	-	0.00%	-	-	-	0.00%
12	Reimbursement: Travel, Meals, Etc	-	-	-	0.00%	-	-	-	0.00%
13	Dues, Fees, Subscriptions	1,303	1,500	197	13.13%	9,677	9,750	73	0.75%
14	Computer Services	439	1,500	1,061	70.73%	6,746	16,500	9,754	59.12%
15	Legal Services	-	1,500	1,500	100.00%	8,586	11,500	2,914	25.34%
16	Utilities, Electricity	4,973	7,416	2,443	32.94%	58,169	81,576	23,407	28.69%
17	Utilities, Gas and Fuel	275	300	25	8.33%	2,718	2,950	232	7.86%
18	Utilities, Propane	-	-	-	0.00%	-	-	-	0.00%
19	Utilities, Telephone and Internet	885	950	65	6.84%	8,431	10,450	2,019	19.32%
20	Utilities, Waste Management Fees	84	95	11	11.58%	840	1,045	205	19.62%
21	Vehicles Repairs and Maintenance	-	-	-	0.00%	3,046	4,000	954	23.85%
22	Engineering and Consulting	-	-	-	0.00%	-	-	-	0.00%
23	Maintenance and Supplies	-	-	-	0.00%	3,987	3,150	(837)	-26.57%
24	General Plant and Treatment Services	8,629	13,500	4,871	36.08%	76,667	136,995	60,328	44.04%
25	State and County Sewer System Fees	-	-	-	0.00%	15,848	16,500	652	3.95%
26	Minor Equipment and Supplies	-	-	-	0.00%	-	-	-	0.00%
27	Sewer Leases	-	-	-	0.00%	10,029	10,500	471	4.49%
28	Advertising and Publishing	-	-	-	0.00%	439	500	61	12.20%
29	Laboratory Services	6,975	7,000	25	0.36%	17,133	20,320	3,187	15.68%
30	Sewer Security System	-	-	-	0.00%	-	-	-	0.00%
31	Accounting and Auditing Fees	-	-	-	0.00%	4,867	6,000	1,133	18.88%
32	Liability, Auto and Property Insurance	5,309	6,000	691	11.52%	20,511	36,500	15,989	43.81%
33	Waste Disposal Fees	-	-	-	0.00%	5,668	6,000	332	5.53%
Total Operating Expenses		54,064	66,011	11,947	18.10%	542,955	691,196	148,241	21.45%
Sewer Total Income And (Loss)		39,718	27,771						

**IDYLLWILD WATER DISTRICT
DISTRICT WARRANTS AND OTHER DISBURSEMENTS
FOR THE MONTH ENDED MAY 31, 2026**

DATE	CHECK NUMBER	PAYEE	DESCRIPTION	AMOUNT
05/05/2026	19542	Idyllwild Water District	Supporting Idyllwild School and Boots for Workers	5,000.00
05/05/2026	19543	ACWA/JPIA	Renewal Property Insurance Fees	21,239.20
05/05/2026	19544	California Computer Options, Inc	Monthly IT Support	1,759.92
05/05/2026	19545	Core & Main	Water & Sewer Supplies	3,535.86
05/05/2026	19546	Department of Water Resources	Dam Fees for the State of California	13,177.00
05/05/2026	19547	Evoqua Water Technologies LLC	Training for Carbon Filter	1,750.00
05/05/2026	19548	Frontier	Phone and Internet Charges	465.89
05/05/2026	19549	Genuine Auto Parts/ Napa Riverside	Auto Parts Monthly Charge	126.99
05/05/2026	19550	Home Depot Credit Services	Tools and Supplies	3,873.46
05/05/2026	19551	INFOSEND, INC	Printing and Processing Bill Fees – Customer	1,118.64
05/05/2026	19552	Staples	Office Supplies	377.40
05/05/2026	19553	Underground Service Alert/SC	New Ticket Charges- Digalets	29.35
05/05/2026	19554	USA Bluebook	Supplies for Water & Sewer	760.10
05/05/2026	19555	Verizon Wireless	Phone and Internet Charges	308.71
05/05/2026	19556	Village Hardware	Supplies for Water and Sewer	379.32
05/05/2026	19557	Idyllwild Water District	To Be Deposit it at HCN Bank For Payroll	82,000.00
05/05/2026	19558	Vestis	Uniforms for IWD	1,485.80
05/13/2026	19559	ACWA/JPIA	Monthly Medical Insurance	21,792.18
05/13/2026	19560	CR&R Incorporated	Monthly Trash Service Fee	336.84
05/13/2026	19561	Four Seasons Cleaning Services	Monthly Fee for Office Cleaning Services	340.00
05/13/2026	19562	Gallade Chemical, Inc	Customer Chemical Supplies	2,804.43
05/13/2026	19563	Idyllwild Backhoe	Sewer Repair	1,350.00
05/13/2026	19564	Idyllwild Rotary Charitable Fund	Support for Idyllwild 4th of July Parade	50.00
05/13/2026	19565	INFOSEND, INC	Printing and Processing Bill Fees – Customer	1,106.22
05/13/2026	19566	S C.E	Monthly Charge - Power	9,671.94
05/13/2026	19567	USA Bluebook	Supplies for Water & Sewer	3,190.73
05/13/2026	19568	Babcock Laboratories, Inc	Monthly Charge - April Samples	27,903.45
05/20/2026	19569	ALLSTATE BENEFITS	Monthly Charge for Case	239.91
05/20/2026	19570	BEST BEST & KRIEGER	Monthly Legal Services	1,716.00
05/20/2026	19571	Central Communications	Monthly Answering Services	214.35
05/20/2026	19572	Grainger	Supplies for Water & Sewer	785.43
05/20/2026	19573	S C.E	Monthly Charge - Power	1,226.37
05/20/2026	19574	SC Fuels	Purchase Gas & Diesel	5,149.63
05/20/2026	19575	Time Warner Cable	Monthly Phone & Internet Charges	2,769.19

TOTAL DISTRICT WARRANTS \$218,034.31

OTHER DISBURSEMENTS:

TOTAL PAYROLL	\$84,652.00
L.A.I.F. ELECTRONIC TRANSFERS	\$0.00
BANK SERVICE CHARGES AND FEES	\$511.80



IDYLLWILD WATER DISTRICT

Memo

To: Board of Directors
From: Bill Rojas, General Manager
Date: June 17, 2026
Subject: Item 1C – Operations Report

Recommendation:

Board of Directors accepts May 2026 Operation Report.

Attachments:

- Monthly Operations Report
- Well Production Data

Idyllwild Water District Monthly Operations Report

May-26

Supplies to System	1,166,613	CF	26.78	AF	Billing Period	48%	Daily Demand
Increase / Decrease	19%	CF	82%		GPM Available		
Number of Wells Available	12		410				
Water Sales	955,396	CF	151,858	CF	Non-Water Sales		
Total Water/Non-Water Sales	1,107,254	CF	5%	Loss			

Full-Time	FV1A	1
Part-Time	2, 4, 10, 13, 15, 23, 24, 26, 28, FV2, Golden Rod	11

Strawberry Creek Diversion	-	CF	-	AF	82.00	AFY
Lilly Creek Flow	-	CF	-	AF	0.50	AFY
Foster Lake Level (Max. 18')	10	Feet	6	Inches		

Non-Water Sales	Gallons	CF
WTP Backwash	223,000	29,813
IWD Flushing	115,000	15,374
Main Line Leaks	55,000	7,353
Distribution Line Leaks	144,000	19,251
Fire Dept. Usage, (per Caltrans)	3,000	401
Hydrant Sales	16,905	2,260
Wastewater Plant	29,000	3,877
Storage Tanks Variance	550,000	73,529
Total	1,135,905	151,858

Stage Criteria				
Month	Avg. GPM	Max	%	Stage
May	195.49	410	48%	1
Apr	161.1	410	39%	1
Mar	159.4	410	39%	1
Feb	154	410	38%	1
Jan	138.1	410	34%	1
Dec	146.1	410	36%	1
Nov	144.1	410	35%	1
Oct	184.8	410	45%	1

Well Statics - In Feet, Pumping Level (PL) / Static Level (SL)

Foster Lake Area	SL #3	4	SL #7	4	SL #14	14	FL Avg.	7.0
Creek Area	PL #23	193	SL #24	18				
Nature Center	SL #26	34	SL #27	29	SL #28	121		
Fern Valley	PL FV1A	405	PL FV2	44				

Storage Tanks

Location	CF/FT	Level	Volume CF
Foster Lake	11,698	16.0	187,168
Rock Dale Tank	2,718	20.8	56,534
Delano Tank	1,337	22.0	29,414
South Ridge Tank	3,509	18.5	64,917
Wild Wood Tank	919	12.5	11,488
Golden Rod Tank	1,136	20.0	22,720

Total	372,240	CF	Storage Supplies Max. 4.0 MGD	70%
Storage in MGD	2.78			
Production Days	31		Production Minutes	44,640
			Average GPM	195.5

Idyllwild Water District
Well Production Data
May-26

Well		Cubic Feet	Acre Feet	Full-Time / Part-Time	Status	GPM	Comment
No.	Name						
1	Horizontal		-				
2	Foster Lake	466,929	10.7	PT	On	100.0	
4	Foster Lake	183,577	4.2	PT	On	40.0	
10	Foster Lake	-	-	PT	On	16.0	Out of Service (temp)
12	Foster Lake	1,120	0.0	PT	On		Shop Potable Supply
13	Foster Lake	155,050	3.6	PT	On	31.0	
15	Foster Lake	-	-	PT	On	22.0	
23	Stratton	172,318	4.0	PT	On	40.0	
24	Curtis	707	0.0	PT	On	50.0	
25	Donahoo	-	-	SB	Off	-	Standby
26	Nature Center	-	-	PT	On		
27	Nature Center	-	-	PT	Off		
28	Rock Dale	-	-	PT	On	16.0	
FV1A	Fern Valley	221,684	5.1	FT	On	40.0	
FV2	Fern Valley	63,288	1.5	PT	On	35.0	
31	Golden Rod	21,316	0.5	PT	On	20.0	
	Oakwood	-	-	SB	Off	-	Standby
Total		1,285,989	29.52			410.0	

Cedar Glen Meter	687,300	CF	15.8	AF
District Production	479,313	CF	11.0	AF
Total Supplies to System	1,166,613	CF	26.8	AF

Days of Production	31	Minutes of Production	44,640
Average System GPM	195.49		

Idyllwild Water District
Well Statics
May-26

No.	Initial	Level In Feet	Pumping Level (PL) / Static Level (SL)	Comments
3	MA	4.0	SL	
MW6	MA	18.0	SL	
7	MA	4.0	SL	
14	MA	14.0	SL	Foster Lake Average = 7.3
23	MA	193.0	PL	
24	MA	19.0	SL	
25	MA	10.0	SL	
26	MA	34.0	SL	
27	MA	29.0	SL	
28	MA	121.0	SL	
OW	MA	43.0	SL	
FV1A	MA	405.0	PL	
FV2	MA	44.0	SL	
31 - GR	MA	183.0	SL	
FL2	MA	16.0	PL	
FL4	MA	23.0	PL	
FL10	MA	10.0	SL	
FL12	MA	48.0	SL	
FL13	MA	22.0	PL	
FL15	MA	10.0	SL	
MW19	MA	38.0	SL	



IDYLLWILD WATER DISTRICT

Memo

To: Board of Directors
From: Bill Rojas, General Manager
Date: June 17, 2026
Subject: Item 2 – General Manager Report

Recommendation:

General Manager Bill Rojas will present his report.

Attachments:

- General Manager Report
- Operations Report

GENERAL MANAGERS REPORT FOR THE
BOARD MEETING on June 17th

Here is a list of items I have been actively working on since the last board meeting on May 20th

- Ryan from BBK drew up a service agreement for Dudek to complete the wastewater project design. This agreement has been accepted and signed by both parties.
- The waterboard has requested that IWD adopt a debt management policy for the wastewater plant loan. BBK recommended CSG Advisors to conduct the Municipal Advisory services for IWD. CSG has drafted a service agreement for the scope of work and fee engagement letter for municipal advisory services related to the proposed SRF Loan.
- An update on the MHI study. We need 63 more responses to come in; our current median income is at \$72,000 and the current threshold that we have to be under is \$79,298. So, the closer we get to #63 the better, if we don't meet the criteria the state **MAY** require us to use default values of our highest reported income of \$685,000. This would put us at \$80,000 MHI, just over the cap.
- The district has purchased a 2016 Ford water truck with a 2000-gallon water tank. We will pick it up within a week.
- Staff replaced one of two booster pumps located at Foster Lake treatment plant. The pump and motor will be taken in for repairs and put back on the shelf as a spare for future use.
- Staff replaced/upgraded an old ¾" service line that had many repairs to it, it was replaced with a 1" service line that crosses under Tollgate.

June 8, 2026, 2026

Operations Report to GM

Since the Ops report dated April 8, '26 listed below are the **Completed**, **Active** and **Upcoming** projects/ops. We had 19 workdays at 8 hours per.

Completed:

4 distribution leaks: North Circle Drive (Amelias Donuts) (plumbing repair at meter service), Crestview & Valley View Dr. (service line clamp), Tollgate & Estate Dr. (plumbing repair at meter service), IWD HQ (service line clamp)

Service line upgrade on Tollgate (3/4" to 1")

Refilled FL Tank # 3 and # 4 with fresh water after GAC media exchange.

Swapped 30 warrantied meter registers. Met with Neptune (meters) Regional Manager regarding resolving the meter register battery failures IWD is experiencing. Resulted in improved and up-front warranty coverage for improved meter reading accuracy and efficiency.

Completed the swap of booster pump # 1 inside FLTP. Old motor to be rebuilt and restocked for later use.

Active:

Spring groundskeeping (mowing, weed eating, debris removal) at Foster Lake and tank and well facilities.

Foster Dam Emergency Action Plan (EAP). Preparation, Collaboration with CA Office of Emergency Management, County and local agencies, Approval process and Implementation.

GIS Survey / mapping.

- Continue mapping / Lower Pine Crest and River Dr neighborhoods. Exact GPS location for meters, including photos and meter IDs (340 / 1681)

FL Tank # 5 rehab. Interior and exterior media blast and recoat (J Colon Coatings) .

Upcoming:

Annual Hydrant and Valves exercising and maintenance. (July – August)

Participation in Idyllwild 4th of July Parade. (Dump Truck towing the Mini Ex on Trailer)(Water Tanker)



IDYLLWILD WATER DISTRICT

Memo

To: Board of Directors

From: Bill Rojas, General Manager

Date: June 17, 2026

Subject: Item 3 – Consideration of Approving the Scope and Fee Engagement Letter with CSG Advisors Incorporated for Municipal Advisory Services Related to the District's Proposed Clean Water State Revolving Fund (SRF) Loan and Authorizing the General Manager to Execute the Agreement

Recommendation:

Staff recommends that the Board approve the Scope and Fee Engagement Letter with CSG Advisors Incorporated for municipal advisory services related to the District's proposed State Revolving Fund (SRF) Sewer Loan and authorize the General Manager to execute the agreement.

BACKGROUND

The District is pursuing financing through the California Clean Water State Revolving Fund (SRF) Program to fund planned sewer system improvements. To assist with evaluating and structuring the proposed financing, staff has obtained a proposal from CSG Advisors Incorporated, a registered Municipal Advisor specializing in public agency financing.

Under the proposed agreement, CSG Advisors will provide municipal advisory services including evaluating the District's financial feasibility to undertake the SRF loan, reviewing project and financing documents, advising on loan structure, preparing Good Faith Estimates for authorization documents, and providing additional support to staff throughout the financing process.

FISCAL IMPACT

Services will be provided on an hourly basis, with total fees not to exceed \$10,000 without prior written authorization from the District. Travel-related expenses, if applicable, will be reimbursed at cost.

DISCUSSION

CSG Advisors has extensive experience providing municipal advisory services for public agency financing projects and has participated in more than \$110 billion in municipal financings. The proposed engagement will provide the District with professional financial advisory services necessary to evaluate and pursue SRF financing for future sewer system improvements.

The agreement will remain in effect through December 31, 2027, or until completion of the services, whichever occurs first.

ATTACHMENT

- CSG Advisors Scope and Fee Engagement Letter dated June 5, 2026.



Via Email Delivery

June 5, 2026

Mr. Hosny Shouman
Chief Financial Officer
Idyllwild Water District
25945 Hwy. 243
Idyllwild, CA 92549
hosny@idyllwildwater.com

RE: Scope & Fee Engagement Letter for municipal advisory services related to proposed SRF Loan

Mr. Shouman:

Below is a Scope of Work and Fee approach to provide Municipal Advisory services to the Idyllwild Water District (the District) related to CSG's understanding of the assignment as summarized below.

ABOUT CSG. CSG is a specialized, full-service, independent municipal advisor registered with the MSRB. We are committed to helping public agencies and nonprofits design, finance, and implement new capital improvements or development projects that serve their mission and position them for long-term success. We have served as municipal advisor on more than \$110 billion of municipal financings backed by real estate assets, taxes, and/or revenues—such as tax allocation bonds, special tax bonds, lease revenue bonds, certificates of participation, and single-family and multifamily bonds, general obligation bonds, utility revenue bonds, and industrial development bonds. CSG's assigned personnel is led by Scott Smith, Principal of the firm.

CSG UNDERSTANDING OF THE ASSIGNMENT. The District wishes to engage CSG to provide municipal advisory services related to an estimated \$10 million loan through the Clean Water State Revolving Fund (SRF) to finance certain sewer system improvements (the Project).

SCOPE OF WORK. At the direction of the District staff as related to the above, CSG will:

- evaluate financial feasibility of the Water District to undertake the SRF loan;
- review documents related to the Project and financing thereof;
- advise the Water District as to the loan structure;
- provide Good Faith Estimates for the authorization documents;
- provide other support as needed to staff to undertake the borrowing.

FEE APPROACH. CSG would work on a non-contingent hourly basis at the hourly rates identified below up to a cap of \$10,000, subject to increase with written direction from the District. Invoices will be submitted monthly with time rounded to the nearest quarter-hour. All payments are due within 30 days of invoicing (Net 30). Scott Smith, Principal of CSG, would be the sole CSG representative assigned to execute the Scope of Work. Additional staffing would be subject to notification to the District. Per the table below, Mr. Smith's

hourly rate is \$350 per hour, subject to annual 3% increase (if applicable). Expenses would be for travel-related costs for any meetings at the District or State offices, if applicable, at cost.

Title	Hourly Rate*
Principal	\$350
Sr. Vice President	\$315
Vice President	\$285
Sr. Associate	\$250
Associate	\$250
Jr. Associate	\$195
Management	\$110

* Hourly rates subject to annual increase each January 1

Out of Pocket Expense. Expenses would typically be reimbursed for transportation, meals, lodging, messenger delivery, at cost if applicable.

TERM OF ENGAGEMENT. CSG would provide such services under the Scope of Work until the work is deemed completed by the District or by December 31, 2027 whichever is sooner. Any extensions must be mutually agreed upon by the parties in writing. Each of CSG and the District shall reserve the right to terminate for any reason with 30 days' notice.

FIDUCIARY DUTY. CSG is registered as a Municipal Advisor with the SEC and Municipal Securities Rulemaking Board ("MSRB"). As such, CSG has a Fiduciary duty to the District and must provide both a Duty of Care and a Duty of Loyalty that entails the following.

Duty of Care:

- a) exercise due care in performing its municipal advisory activities;
- b) possess the degree of knowledge and expertise needed to provide the District with informed advice;
- c) make a reasonable inquiry as to the facts that are relevant to District's determination as to whether to proceed with a course of action or that form the basis for any advice provided to the District; and
- d) undertake a reasonable investigation to determine that CSG is not forming any recommendation on materially inaccurate or incomplete information; CSG must have a reasonable basis for:
 - i. any advice provided to or on behalf of the District;
 - ii. any representations made in a certificate that it signs that will be reasonably foreseeably relied upon by the District, any other party involved in the municipal securities transaction or municipal financial product, or investors in District securities; and
 - iii. Any information provided to the District or other parties involved in the municipal securities transaction in connection with the preparation of an official statement.

Duty of Loyalty:

CSG must deal honestly and with the utmost good faith with the District and act in the District's best interests without regard to the financial or other interests of CSG. CSG will eliminate or provide full and fair disclosure (included herein) to the District about each material conflict of interest (as applicable). CSG will not engage in municipal advisory activities with the District as a municipal entity, if it cannot manage or mitigate its conflicts in a manner that will permit it to act in the District's best interests.

CONFLICTS OF INTEREST AND OTHER MATTERS REQUIRING DISCLOSURES. Pursuant to Municipal Securities Rulemaking Board (“MSRB”) Rule G-42, on Duties of Non-Solicitor Municipal Advisors, Municipal Advisors are required to make certain written disclosures to clients which include, amongst other things, Conflicts of Interest and any Legal or Disciplinary events of CSG and its associated persons.

As of the date herein, there are no actual or potential material conflicts of interest that CSG is aware of that might impair its ability to render unbiased and competent advice or to fulfill its fiduciary duty. If CSG becomes aware of any material potential conflict of interest that may arise after this disclosure, CSG will disclose the detailed information to the District in a timely manner.

The following are potential conflicts of interest to be considered, only as applicable to the assignment.

- CSG represents that in connection with the issuance of municipal securities, CSG may receive compensation from an Issuer or Obligated Person for services rendered, which compensation is contingent upon the successful closing of a transaction and/or is based on the size of a transaction. Consistent with the requirements of MSRB Rule G-42, CSG hereby discloses, that such contingent and/or transactional compensation may present a potential conflict of interest regarding CSG’s ability to provide unbiased advice to enter into such transaction. The contingent fee arrangement creates an incentive for CSG to recommend unnecessary financings or financings that are disadvantageous to the District, or to advise District to increase the size of the issue. This potential conflict of interest will not impair CSG’s ability to render unbiased and competent advice or to fulfill its fiduciary duty to the District.
- CSG’s fees under this assignment may be based on hourly fees of CSG’s personnel, with the aggregate amount equaling the number of hours worked by such personnel times an agreed-upon hourly billing rate. This form of compensation presents a potential conflict of interest because it could create an incentive for CSG to recommend alternatives that would result in more hours worked. This conflict of interest will not impair CSG’s ability to render unbiased and competent advice or to fulfill its fiduciary duty to the District.
- CSG’s fees under this assignment, may be a fixed amount established at the outset of the assignment. The amount is usually based upon an analysis by the District and CSG of, among other things, the expected duration and complexity of the transaction and the Scope of Work to be performed by CSG. This form of compensation presents a potential conflict of interest because, if the transaction requires more work than originally contemplated, CSG may suffer a loss. Thus, CSG may recommend less time-consuming alternatives, or fail to do a thorough analysis of alternatives. This conflict of interest will not impair CSG’s ability to render unbiased and competent advice or to fulfill its fiduciary duty to the District.
- The fee paid to CSG may increase the cost of investment to the District. The increased cost occurs from compensating CSG for municipal advisory services provided.
- CSG serves a wide variety of other clients that may from time to time have interests that could have a direct or indirect impact on the interests of another CSG client. For example, CSG serves as municipal advisor to other municipal advisory clients and, in such cases, owes a regulatory duty to such other clients just as it does to the District. These other clients may, from time to time and depending on the specific circumstances, have competing interests. In acting in the interests of its various clients, CSG could potentially face a conflict of interest arising from these competing client interests. CSG fulfills its

regulatory duty and mitigates such conflicts through dealing honestly and with the utmost good faith with the District.

- CSG does not have any affiliate that provides any advice, service, or product to or on behalf of the client that is directly or indirectly related to the municipal advisory activities to be performed by CSG;
- CSG has not made any payments directly or indirectly to obtain or retain the District's municipal advisory business;
- CSG has not received any payments from third parties to enlist CSG's recommendation to the District of its services, any municipal securities transaction or any municipal finance product;
- CSG has not engaged in any fee-splitting arrangements involving CSG and any provider of investments or services to the District;
- CSG does not have any legal or disciplinary event that is material to the District's evaluation of the municipal advisory or the integrity of its management or advisory personnel.
- CSG does not act as principal in any of the transaction(s) related to this assignment.

LEGAL EVENTS AND DISCIPLINARY HISTORY. CSG does not have any legal events and disciplinary history on its Form MA and Form MA-I, which includes information about any criminal actions, regulatory actions, investigations, terminations, judgments, liens, civil judicial actions, customer complaints, arbitrations, and civil litigation, that would affect its ability to provide municipal advisory activities and adhere to its fiduciary duty.

On September 17, 2024, resulting from the SEC's industry-wide examination of text, email, and social media message retention by companies subject to SEC regulation, CSG agreed to pay a civil penalty of \$40,000 and to cease and desist from committing or causing violations and any future violations of rules noted below. The SEC found that CSG violated Section 17(a) of the Exchange Act and Rules 10Ba1-8 and Section 15B(c)(1) of the Exchange Act, as well as MSRB Rules G-8, G-9, and G-44. For more information please see the linked press release: <https://www.sec.gov/newsroom/press-releases/2024-132>.

The District may electronically access CSG's most recent Form MA and each most recent Form MA-I filed with the Commission at the following website: www.sec.gov/edgar/searchedgar/companysearch.html. There have been no additional material changes to a legal or disciplinary event disclosure on any Form MA or Form MA-I filed with the SEC.

RECOMMENDATIONS. Only as relevant to this assignment, if CSG makes a recommendation of a municipal securities transaction or municipal financial product or if the review of a recommendation of another party is requested in writing by the District and is within the scope of this assignment, CSG will determine, based on the information obtained through reasonable diligence of CSG whether a municipal securities transaction or municipal financial product is suitable for the District. In addition, CSG will inform the District of:

- the evaluation of the material risks, potential benefits, structure, and other characteristics of the recommendation;
- the basis upon which CSG reasonably believes that the recommended municipal securities transaction or municipal financial product is, or is not, suitable for the District; and

- whether CSG has investigated or considered other reasonably feasible alternatives to the recommendation that might also or alternatively serve the District’s objectives.

If the District elects a course of action that is independent of or contrary to the advice provided by CSG, CSG is not required on that basis to disengage from the District.

MUNICIPAL SECURITIES RULEMAKING BOARD RULE G-10 DISCLOSURE. Pursuant to Municipal Securities Rulemaking Board Rule G-10, on Investor and Municipal Advisory Client Education and Protection, Municipal Advisors are required to provide certain written information to their municipal entity and obligated person clients which include the following:

- CSG is currently registered as a Municipal Advisor with the U.S. Securities and Exchange Commission and the Municipal Securities Rulemaking Board.
- Within the Municipal Securities Rulemaking Board (“MSRB”) website at www.msrb.org, the District may obtain the Municipal Advisory client brochure that is posted on the MSRB website. The brochure describes the protections that may be provided by the MSRB Rules along with how to file a complaint with financial regulatory authorities.

RECORD RETENTION. Pursuant to the Securities and Exchange Commission (SEC) record retention regulations, CSG is required to maintain in writing all communication and created documents between CSG and the District regarding the assignment for 5 years.

If there are any questions regarding the above, please do not hesitate to contact CSG. If the foregoing terms meet with your approval, please indicate your acceptance by executing this letter and returning to CSG.

Sincerely,



Scott Smith, Principal
CSG Advisors Incorporated

ACKNOWLEDGED and ACCEPTED on behalf of Idyllwild Water District:

Signature

Print Name

Date



IDYLLWILD WATER DISTRICT

Memo

To: Board of Directors

From: Bill Rojas, General Manager

Date: June 17, 2026

Subject: Item 4- Resolution No 815 Adopting a Debt Policy

Recommendation:

Staff recommends that the Board of Directors (the "Board") of the Idyllwild Water District (the "District") approve the resolution adopting a debt management policy of the District in order to comply with California Government Code Section 8855, as amended by Senate Bill No. 1029.

PREVIOUS ACTION(S)

None

BACKGROUND INFORMATION

In 2017, the California Legislature enacted Senate Bill No. 1029 which amended Government Code Section 8855. As amended, Government Code Section 8855 requires that local governments adopt a debt management policy prior to issuing any debt. Additionally, any proposed debt issuance must include a certification by local governments stating that it has adopted debt policies related to the use of debt, and that the contemplated debt issuance is consistent with the adopted debt policies.

The District has not previously adopted a Debt Management Policy, and is applying for a loan with the California State Water Resources Control Board. Therefore, the District must adopt a Debt Management Policy as soon as feasible.

The attached Debt Management Policy meets the requirements of Government Code 8855 as amended. This policy shall govern all debt undertaken by the District.

Attachments

- Resolution Adopting the Debt Management Policy
- Debt Management Policy



RESOLUTION NO. 815

**RESOLUTION OF THE BOARD OF DIRECTORS OF
IDYLLWILD WATER DISTRICT ADOPTING A DEBT
POLICY**

WHEREAS, Idyllwild Water District (the "District") is duly organized and existing under and pursuant to the laws of the State of California; and

WHEREAS, on September 12, 2016, the Governor of the State of California signed into law Senate Bill No. 1029 ("SB 1029") which is codified in California Government Code Section 8855; and

WHEREAS, pursuant to California Government Code Section 8855, as amended by SB 1029, state and local governments are required to certify to the California Debt and Investment Advisory Commission on their report of proposed debt issuance submitted prior to the sale of any debt that they have adopted local debt policies concerning the use of debt and that the contemplated debt issuance is consistent with those debt policies; and

WHEREAS, the Board of Directors of the District (the "Board") now desires to adopt a debt management policy (the "Policy"), as shown in the attached Exhibit "A" hereto and incorporated herein.

NOW, THEREFORE, BE IT RESOLVED, by the Board of Directors of Idyllwild Water District as follows:

Section 1. The recitals set forth above are true and correct and the Board so finds and determines.

Section 2. The Board hereby adopts the Policy as set forth in Exhibit A attached hereto and incorporated herein by this reference.

Section 3. This Resolution shall take effect immediately upon its passage.

PASSED APPROVED AND ADOPTED this 17th day of June, 2026, by the following vote:

AYES: _____
NOES: _____
ABSTAIN: _____
ABSENT: _____

Dr. Charles Schelly,
Board President

ATTEST:

Tyla Wheeler, Secretary to the Board

EXHIBIT A

DEBT POLICY

[ATTACHED]



IDYLLWILD WATER DISTRICT DEBT MANAGEMENT POLICY

I. INTRODUCTION

The purpose of this debt management policy (the "Policy") is to establish and maintain parameters for the Idyllwild Water District (the "District") debt issuances and is intended to comply with California Government Code Section 8855(i). The Policy shall govern all debt issued by the District.

II. SCOPE

The guidelines established by this Policy will govern the issuance and management of all debt funded for long-term and short-term financing needs and not for general operating functions. When used herein, "debt" refers to all forms of indebtedness, including but not limited to, bonds, notes, loans, certificates of participation, lines of credit, installment sale agreements, and lease obligations.

The District recognizes that changes in the capital markets and other unforeseen circumstances may require action that deviates from this Policy. In cases that require exceptions to this Policy, approval from the Board of Directors (the "Board") is necessary for implementation.

III. PURPOSES FOR WHICH DEBT PROCEEDS BY BE USED

Long-term debt may be issued to finance or refinance the acquisition of land and/or easements, the capital costs of planning, pre-design, construction, acquisition and rehabilitation of capital improvements and facilities, equipment acquisition, and other costs as permitted by law. Short-term debt may be issued to provide financing for the District's operational cash flows in order to maintain a steady and even cash flow balance. Short-term debt may also be used to finance short-lived capital projects; for example, the District may undertake lease-purchase financing for equipment.

The proceeds of any debt obligation shall be expended only for the purpose for which it was authorized. Debt may only be issued under the Board's authorization and when the District has identified sufficient funds to pay the obligation of principal and interest. No debt shall be issued with a maturity date greater than the expected useful life of the facilities or improvements being financed.

IV. TYPES OF DEBT THAT MAY BE ISSUED

Debt is to be issued pursuant to the authority of and in full compliance with provisions, restrictions and limitations of the Constitution and the laws of the State of California (the "State"). The types of debt that may be issued pursuant to this Policy include revenue bonds, general obligation bonds, certificates of participation, loans, lines of credit, notes, special tax bonds, refunding obligations, lease financing obligations, land-secured financings, tax increment financing, state revolving loans, and any other form of debt authorized by law. There may be special circumstances when other forms of debt are appropriate and may be evaluated on a case-by-case basis. Such other forms include, but are not limited to, bond anticipation notes, grant anticipation notes, and pension obligation bonds. In addition, the District may utilize federal loans or loan guarantees. Debt shall be issued as fixed rate debt unless the District makes a specific determination as to why variable rate debt would be beneficial to the District in a specific circumstance.

V. RELATIONSHIP OF DEBT TO CAPITAL BUDGET

The District shall issue debt for the purposes set forth in this Policy and to implement policy decisions incorporated in the District's capital budget and capital improvement plan. The District shall strive to fund the upkeep and maintenance of its infrastructure and facilities due to normal wear and tear through the expenditure of available operating revenues. The District shall integrate its debt issuances with the goals of its capital improvement program by timing the issuance of debt to ensure that projects are available when needed.

VI. POLICY GOALS RELATING TO PLANNING GOALS AND OBJECTIVES

The District is committed to following sensible practices in governance, management and budget administration. The District will issue debt for the purposes stated in this Policy and to implement policy decisions incorporated into the District's budget and capital improvement plan. It is a policy goal of the District to utilize conservative financing methods and techniques. The District will comply with applicable State and federal law as it pertains to the maximum terms of debt and the procedures for imposing any related charges.

VII. INTERNAL CONTROL PROCEDURES

When issuing debt, in addition to complying with the terms of this Policy, the District shall comply with any other applicable policies regarding initial bond disclosure, continuing disclosure, post-issuance compliance, and investment and expenditure of debt proceeds. The District will periodically review the requirements of and remain in compliance with the following: (i) any federal tax compliance requirements; (ii) any State requirements related to debt issuance; (iii) any continuing disclosure undertakings entered into by the District in accordance with Securities and Exchange Commission Rule 15c2-12; and (iv) the District's investment policies as they relate to the use and investment of debt proceeds.

Proceeds of tax-exempt debt will be held either (a) by a third-party trustee or fiscal agent, which will disburse such proceeds to or upon the order of the District upon the submission

of one or more written requisitions by the District, or (b) by the District, to be held and accounted for in a separate fund or account, the expenditure of which will be carefully documented by the District. Proceeds of taxable debt may be held by any means which the District determines are convenient or necessary.