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

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

June 17 , 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
Peter Szabadi inquired many questions about the funding progress for the sewer plant, Mr. Rojas answered.

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

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DIRECTOR COMMENTS
Director Olson stated that he was impressed with the District's 5% water loss and commended the District on its strong financial performance.

Vice President Priefer asked whether the higher cost for Babcock Laboratories was due to PFAS testing. Mr. Rojas confirmed that it was.

PUBLIC COMMENTS
None.

A motion was made by Director Olson to approve the Consent Calendar and Director Stamper seconded.

AYES	NAYS	ABSTAIN	ABSENT
Director Stamper			
Director Davis			
Director Olson			
Vice President Priefer			
President Schelly			

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
Director Davis asked whether the District had considered replacing service lines by using a backhoe and pulling the service lines rather than excavating a trench. Mr. Rojas responded that the District is not currently equipped to perform that type of installation. He also noted that there are still questions regarding the materials that would be used, such as copper.

Vice President Priefer commented that Fern Valley Water District uses copper service lines installed with a "mole" boring method, which minimizes the need to tear up roadways.

Vice President Priefer asked about the status of the loan and when the District anticipated assuming it. He acknowledged that there was still work to be completed, including the surveys and the wastewater treatment plant design. Vice President Priefer also asked whether there was an estimated timeline.

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Mr. Rojas responded that he was not certain on an exact timeline, but noted that there is still significant work remaining on the design. He stated that he was hopeful the design would be completed by the end of the year.

Director Olson then asked whether the financing would function as a line of credit rather than a lump-sum payment. Mr. Rojas confirmed that it would.

President Schelly clarified that the financing is a loan through the State Revolving Fund. He briefly explained how the program works, noting that the District would draw funds as needed rather than receiving the entire loan amount upfront. He also explained that the program includes the potential for loan forgiveness and that the District is hopeful it will qualify for that funding.

PUBLIC COMMENTS

Mr. David Jerome asked for clarification regarding the CRWA loan vote, specifically whether the vote was simply to approve everyone on the list and whether it occurred in January or July. Mr. Rojas responded that the vote takes place in July.

Mr. Szabadi requested clarification regarding the debt review. Mr. Rojas explained that the fee was $350 per hour, not to exceed $10,000.

Mr. Szabadi also asked about the loan forgiveness process and what percentage of the loan could be forgiven. President Schelly responded that up to 100% could be forgiven. Mr. Rojas added that the amount of loan forgiveness varies by district.

Mr. Szabadi then asked about the Dudek contract and whether there were any changes following the review of the 100% design contract. Mr. Shouman stated that there were changes, noting that Best Best & Krieger LLP had reviewed the agreement and that the insurance provisions were revised.

Mr. Szabadi also asked whether the fixed amount in the contract had changed. Mr. Rojas responded that it had not.

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.

DIRECTOR COMMENTS
Director Olson asked whether Best Best & Krieger LLP had reviewed the agreement. Mr. Shouman confirmed that it had.

PUBLIC COMMENTS
None.

A motion was made by Director Olson to approve the Approval of Agreement with CSG Advisors for Municipal Advisory Services Related to the State Related fund Sewer loan and Director Davis seconded.

AYES	NAYS	ABSTAIN	ABSENT
Director Stamper			
Director Davis			
Director Olson			
Vice President Priefer			
President Schelly			

Motion approved

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.

DIRECTOR COMMENTS
Director Olson asked who drafted the policy. Mr. Rojas replied that it was drafted by CSG.

PUBLIC COMMENTS
Mr. Szabadi asked Mr. Shouman about this policy and how it compares to the District's current policy. President Schelly clarified that the District does not currently have a debt policy in place.

A motion was made by Director Olson to approve Resolution 815 Adopting a Debt Policy Davis seconded.

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AYES	NAYS	ABSTAIN	ABSENT
Director Stamper			
Director Davis			
Director Olson			
Vice President Priefer			
President Schelly			

Motion approved.

DIRECTORS COMMENTS

Director Davis thanked Mr. Rojas for his work on the 5% financing and thanked Mr. Shouman for his work on the financials.

President Schelly announced that if Idyllwild Water District employees would like to participate as a team in the Idyllwild 5K/10K Race, the Board Directors would sponsor their registration using their discretionary funds. He also thanked the staff for their hard work in preparing for the Fourth of July Parade.

ADJOURNMENT

The Board Adjourned at 6:24 p.m.
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.

Idyllwild Water District

BY:
Tyla Wheeler
Board Secretary

Idyllwild Water District

BY:
Dr. Charles Schelly
Board President