

MINUTES OF THE BOARD OF DIRECTORS OF SERRANO WATER DISTRICT

The Board of Directors of the Serrano Water District met in a Special Board meeting on Thursday, May 27, 2026. The meeting was held at the District Office located at 18021 Lincoln Street, Villa Park, California.

CALL TO ORDER: President Mills called the meeting to order at 5:02 p.m.

ROLL CALL:

BOARD OF DIRECTORS MEMBERS PRESENT:

|              |                |
|--------------|----------------|
| Greg Mills   | President      |
| Robbie Pitts | Vice President |
| Brad Reese   | Board Member   |
| Jerry Haight | Board Member   |
| Frank Bryant | Board Member   |

BOARD OF DIRECTORS MEMBERS ABSENT:

None

STAFF PRESENT:

|                         |                                                     |
|-------------------------|-----------------------------------------------------|
| Jerry Vilander          | General Manager                                     |
| Andrew D. Wiesner, P.E. | Incoming General Manager                            |
| Jennifer Westrum        | Administrative Assistant                            |
| Jeremy Jungreis         | Legal Counsel                                       |
| Ian Berg, CPA           | Starting Line Advisory ( <i>via zoom platform</i> ) |

GUESTS PRESENT:

|                  |                                                        |
|------------------|--------------------------------------------------------|
| Sanjay Gaur      | Principal Consultant, Water Resources Economics        |
| Charles Diamond  | Water Resources Economics ( <i>via zoom platform</i> ) |
| Elizabeth Ussher | Villa Park Resident                                    |
| Duncan Moffat    | Villa Park Resident                                    |
| Kathy Moffat     | Villa Park Resident                                    |

PUBLIC HEARING ON PROPOSAL TO INCREASE AND ADJUST SERRANO WATER DISTRICT'S WATER RATES BETWEEN 2026 AND 2031 PER PROPOSITION 218

President Mills opened the Public Hearing regarding the proposed water rate adjustments for the period of Fiscal Years 2026/27 through 2030/31 in accordance with the requirements of Proposition 218.

General Manager Andrew Wiesner, P.E., provided a brief overview of the proposed five-year water rate plan, explaining that the proposed adjustments are intended to support the District's ongoing operational needs, fund critical capital improvement projects, and maintain the District's long-term financial stability. He further noted that notices of the Public Hearing and proposed rate adjustments were mailed to all affected property owners and customers in compliance with the requirements of Proposition 218.

Mr. Wiesner then introduced Mr. Sanjay Gaur of Water Resources Economics, a recognized expert in water rate studies and utility rate-setting, to present the findings and recommendations of the District's Water Rate Study.

Mr. Sanjay Gaur presented an overview of the Water Rate Study process. He noted that the District conducted four public Rate Study Workshops between May 8, 2025, and May 14, 2026, providing ratepayers with multiple opportunities to participate in the process and provide input. Mr. Gaur reviewed the rate study methodology, including the financial planning process, Proposition 218 requirements, rate design considerations, and the proposed five-year rate schedule.

Following the presentation, a question-and-answer period was held. Villa Park resident Duncan Moffat inquired about the language contained in the Proposition 218 notice mailed to ratepayers. Attorney Jeremy Jungreis responded that the notice included all information required under Proposition 218 and complied with the applicable legal requirements.

Attorney Jeremy Jungreis further confirmed that, as of the close of the Public Hearing, the District had received no written protests regarding the proposed rate adjustments. Accordingly, a majority protest did not exist, and the proposed rates satisfied the requirements of Proposition 218.

There being no further comments, President Mills closed the Public Hearing.

Following discussion, Director Pitts moved to adopt Resolution 2026-05-01 approving (1) increases to SWD's Readiness to Serve/Fixed Meter Charge and Commodity/Volumetric Charge between 2026 and 2031; (2) annual adjustments of SWD rates between 2026 and 2031 to pass through wholesale water cost increases (imported water and groundwater replenishment) imposed on the District by the District's two wholesale water suppliers (MWDOC and OCWD) between 2026 and 2031; (3) annual adjustments of SWD rates for inflation between 2026 and 2031 per the CPI in the Los Angeles Region where annual inflation exceeds the approved rate. Director Haight seconded the motion, and it passed unanimously with Directors Reese, Bryant, Mills, Haight and Pitts all voting in favor.

#### DIRECTOR'S COMMENTS AND REPORTS

None

#### RECESS TO CLOSED SESSION

*Attorney Jeremy Jungreis announced that it is not necessary to enter into a closed session.*

#### ADJOURNMENT

The meeting was formally adjourned at 5:35 p.m. The next regularly scheduled meeting will be held on Tuesday, June 23, 2026 @ 8:30 a.m. at the District office.

Jennifer Westrum  
Administrative Assistant