

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
LAKESIDE WATER DISTRICT
HELD ON July 7, 2026**

At the time and place provided by law for the holding of a Regular Meeting of the Board of Directors of the Lakeside Water District; to-wit at the meeting place of said Board at 10375 Vine Street, Lakeside, California, at 5:30 p.m. the Board duly convened, the following members present.

Directors:	(Arrived at 5:40p.m.)	Frank Hilliker Pete Jenkins Steve Johnson Eileen Neumeister Steve Robak
Secretary:		Brett Sanders

- 1) Call to Order by Board President Neumeister
- 2) Prayer/Invocation – Pastor Marshall Masser provided the prayer for the night's meeting.
- 3) Pledge of Allegiance was led by Director Robak
- 4) Approval of Agenda. Motion by Director Jenkins to accept the agenda as submitted.

Motion:	Jenkins		Second:	Robak
Vote:	Ayes	4		Jenkins, Johnson, Neumeister, Robak
	Noes	0		
	Abstain	0		
	Absent	1		Hilliker

- 5) Opportunity for Public Comment Pertaining to Items Not on the Agenda (Items must meet the requirements of Government Code Section 54954.2). None
- 6) Approve Minutes of a Regular Meeting held on June 2, 2026. Motion by Director Robak to approve the minutes as presented.

Motion:	Robak		Second:	Jenkins
Vote:	Ayes	4		Jenkins, Johnson, Neumeister, Robak
	Noes	0		
	Abstain	0		
	Absent	1		Hilliker

- 7) Approve Minutes of a Regular Meeting held on June 18, 2026. Motion by Director Robak to approve the minutes as presented.

Motion:	Robak		Second:	Johnson
Vote:	Ayes	4		Jenkins, Johnson, Neumeister, Robak

Noes	0	
Abstain	0	
Absent	1	Hilliker

- 8) Review the May 2026 Treasurers Report for the Annual Audit. Request to Note and File in Preparation. Approved to Note and File.
- 9) Operations Report. Engineering and Operations Manager Quinn Johnze provided an update highlighting the following issues;
- *EOS Building updates*
 - *Extended outage on our connection with Helix*
 - *Meetings with Yerba Valley group to finalize connection points*
 - *Part time meter reader hired*
 - *Interviews ongoing to hire two new full-time employees*
 - *River Street-City of San Diego job. Monitoring progress.*
 - *Wintercrest and Wintergardens "Green Streets" project. Plan review*
 - *Main breaks 0 Service leaks 0 Fire hydrants 0*
- 10) Adopt Resolution 26-07 Establishing a Tax Appropriations Limit for the District for the Fiscal Year 2026-27. General Manager Sanders provided a summary of the process of determining the property tax appropriations limit and that the notice was posted 15 days prior to the meeting for approval per State bylaws. Motion by Director Hilliker to approve Resolution 26-07 as presented.

Motion: Hilliker

Second: Robak

Vote:	Ayes	5	Hilliker, Jenkins, Johnson, Neumeister, Robak
	Noes	0	
	Abstain	0	
	Absent	0	

- 11) Consider Resolution 26-08 to Approve the Districts Updated 5-Year Capital Improvement Project Plan. General Manager Sanders provided a brief summary that the draft 5-Year CIP Plan was presented and discussed at the June meeting. One minor revision to the 2026-27 CIP plan was summarized as an increase of \$20,000 in Buildings and Land. Motion by Director Robak to approve the updated 5-Year CIP Plan and Resolution 26-08 as presented.

Motion: Robak

Second: Jenkins

Vote:	Ayes	5	Hilliker, Jenkins, Johnson, Neumeister, Robak
	Noes	0	
	Abstain	0	
	Absent	0	

- 12) Presentation and Consideration of Resolution 26-09 Approving the Districts 2026-2027 Operations Budget. General Manager Sanders provided a summary each section of the Districts 2026-27 budget identifying two expense updates and a revenue update. A new updated Exhibit A was handed out and will be updated as part of the resolution. Questions by the Board were answered throughout the presentation. Motion by Director Robak to approve the 2026-27 Operations Budget and Resolution 26-09 as presented.

Motion: Robak

Second: Jenkins

Vote:	Ayes	5	Hilliker, Jenkins, Johnson, Neumeister, Robak
	Noes	0	
	Abstain	0	
	Absent	0	

- 13) Review Annual Special Tax Accountability Report for the Community Facilities District No. 2022-01 (Yerba Valley Annexation Area). General Manager Sanders provided a summary of the annual report completed by Koppel & Gruber and commented on questions from the Board. Motion by Director Jenkins to accept the report as submitted.

Motion: Jenkins

Second: Robak

Vote:	Ayes	5	Hilliker, Jenkins, Johnson, Neumeister, Robak
	Noes	0	
	Abstain	0	
	Absent	0	

- 14) Approve Demands of the Treasurer for June 2026. Motion by Director Hilliker to approve the demands as presented.

Motion: Hilliker

Second: Robak

Vote:	Ayes	5	Hilliker, Jenkins, Johnson, Neumeister, Robak
	Noes	0	
	Abstain	0	
	Absent	0	

- 15) CWA Report – CWA Representative Hilliker reported that WA staff is proposing a 3% water rate increase with the help of the two water transfer agreements of 10,000AF each. Effort to allow transfers to agencies outside of California.

- 16) Director's Report and Ad Hoc Sub-Committees Reports. No comments

- 17) Manager's Quarterly Report. The General Manager reported.

- 1) Yerba Valley Annexation Pipeline Update – Pre-construction meeting on the 9th. Contractor to mobilize on July 13. Customers have been notified of the construction schedule.
- 2) Developer Projects; Westhill project of 13 homes. Pre-construction meeting will precede water line work. Various single meter installation on Channel Rd., Petite Ln. Oak Creek Dr. Plan check currently be worked on for Knapheide, A company that builds quality utility truck beds. Difficulty in getting an approved construction method approved through Caltrans.
- 3) Board Workshop for Long Range Planning. Proposing that the Board hold a single issue special meeting in August or September to discuss long range planning and strategies for potential future issues.

- 18) Closed Session Item – Closed to the Public.

Liability Claims per Government Code Section 54961;
Claimant Under v Lakeside Water District

Out of closed session; Board President Neumeister announced that the Board unanimously denied the claim submittal by Mr. John Uden and directed the General Manager to direct a letter to Mr. Uden outlining the decision and the time limitations to file a State Court Action on the claim.

Personnel Exception per Government Code Section 54957; Public Employment; Employee Review – General Manager. Out of closed session; Board President Neumeister reported the Board unanimously approved that the General Manager has fulfilled the goals set forth for Incentive Compensation in the amount of \$10,000 as per the General Managers Contract.

- 19) There being no further business the meeting adjourned to the next Regular Meeting scheduled for August 4, 2026.

Attest:

Brett Sanders, Board Secretary
Lakeside Water District

Eileen Neumeister
Board President