

**MINUTES OF A REGULAR MEETING OF
THE BOARD OF DIRECTORS OF
SAN GABRIEL COUNTY WATER DISTRICT
HELD ON AUGUST 25, 2026**

CALL TO ORDER A regular meeting of the Board of Directors of the San Gabriel County Water District was called to order on Tuesday, August 25, 2026, at 8366 Grand Avenue, Rosemead, California at the hour of 4:00 p.m.

ROLL CALL Present at the meeting were General Manager Jim Prior, Finance and Administration Manager Carmen Corona, Assistant General Manager Casey Feilen, Superintendent Carlos Cardona, Directors DeLaTorre, Saucedo, Taylor Mamdapurkar and Vera, and Deputy District Counsel Carson.

AGENDA Upon motion by Director Taylor and seconded by Director Saucedo, the Board voted unanimously to adopt the agenda as presented.

PUBLIC COMMENT None.

MINUTES Director Vera made a motion, seconded by Director Mamdapurkar, to approve the minutes subject to a minor amendment changing "Monday" to "Saturday" on page 2. The motion carried unanimously (5-0).

DEMANDS Director Saucedo motioned to authorize an electronic funds transfer from the general account to the revolving account in the amount of \$99,257.08. The motion was seconded by Director Taylor. The motion passed on a 5-0 voice vote.

DISTRICT COUNSEL REPORT Counsel briefed the Board on recent public announcements about cyberattacks on water districts and the general need for increased cybersecurity among utilities. Counsel briefed the board on the status of the Colorado River. She discussed a Memorandum of Understanding between several states, Metropolitan and San Diego County Water Authority and the Department of Reclamation to discuss conceptually the feasibility of interstate "paper" water transfers.

ACTION ITEM Discussion, consideration and action to approve SGCWD Financial Reserve Policy subject to a formal resolution being considered at a future meeting.

Motion: Director Taylor.
Second: Director Saucedo

The General Manager said the rate consultant has recommended a reserve of 30 million dollars. Right now, for its reserve, the District is at approximately 20 million dollars, and will be at about 18 million by the end

of the year. The rate increase of this year aims to start getting the District up to its reserve target.

In response to a Board member question, the General Manager indicated that salary increases each year are typically in-line with relevant published cost of living benchmarks for this area.

The General Manager indicated a resolution would come back to the Board concerning the financial reserve policy.

The motion to approve carried unanimously by voice vote (5-0).

Receive and File:

MISCELLANEOUS INFORMATION ITEMS

- a. The Board discussed, received and filed the July 2026 Banking & Investment Report.
- b. The Board discussed, received and filed the July 2026 Revenue and Expenditure Report.
- c. The Board received the following:
 - "Mid-Year Budget Thru June 2026" including
 - "Revenues Thru June 2026";
 - "Production and Supply Thru June 2026";
 - "Transmission & Distribution Thru June 2026";
 - "Customer Service & Meter Reading/Billing Thru June 2026";
 - "General & Administrative Thru June 2026";
 - "Capital Expenditures Thru June 2026".

The Board discussed, received and filed the Mid-Year Budget Review.

GENERAL MANAGER REPORT

The General Manager reported on several items:
Jennifer and Patrick discovered that a customer was misbilled since 2004 and was listed as "irrigation" when she had fire service. Accordingly, the District will be making a refund to her, which amounts to approximately \$12,000.

He reported on the treatment plant, and indicated workers will be acid-washing the casing. Then will videolog to see how clean it is.

About mid-September, the well will be back to where the District can run it, and if the District is still waiting for Edison power at that time, the District has a generator that can be brought in to make sure it works.

The District received its easement papers, signed and notarized, which will be processed tomorrow. Director Mamdapurkar said "kudos" to Anthony and the rest of the team.

The General Manager also reported on increased protection the District has received from its IT provider, which also tests their system monthly.

The General Manager reported that workers are putting in casing. There has been an obstruction. Soon the District will find out what the obstruction has been during the boring (such as a rock, for example). He indicated he will find out on Thursday what the obstruction is. Once the obstruction is gone, the District should be able to keep boring. If not, a Plan B will be developed.

**FUTURE
AGENDA
ITEMS**

The Resolution to adopt the new Financial Reserve Policy.

**DIRECTOR
COMMENTS**

Director Vera stated there have been leaks in the news in other districts, and asked if our SCADA system would notify the District of leaks. The General Manager indicated if a leak is bad, staff would see it on the SCADA system, but typically, a customer, Fire Department Police Department, or employee would notice first. The General Manager stated that the District does not have any lines that are over 100 years old, but some might be 75 years old.

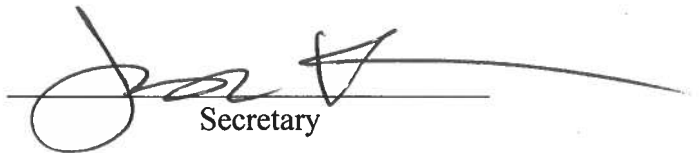
In response to Director Saucedá's question about pipe materials, the General Manager discussed pipe materials: The District got rid of much of the old steel pipe. The District has cast and ductile iron. Some water companies have plastic which tends to deteriorate.

ADJOURNMENT

Director Taylor moved to adjourn the meeting, seconded by Director Saucedá. The motion carried 5-0, and the meeting adjourned at 5:04 p.m.



President



Secretary

[SEAL]