July 18, 2026

Western Hills Water District
Minutes of the Special Meeting of
The Board of Directors

1. Roll Call of Closed Session 10:00 a.m. adjourned at 11:10 a.m.
M. Kovich, M. Johnson, J. Frederick, and M. Davies were all present

2. Motion to approve published agenda
Unanimously approved by Board members in attendance.

3. Public Comments on Closed Session Items/Motion to Adjourn to Closed Session
There were no attendees from the Public.

4. 10:00 a.m. Closed Executive Session
Items A, B, C, D, and E were discussed.

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5. 12:00 p.m. Reconvene Open Session

8. Reportable Actions Taken During Closed Session
None

9. Consent Calendar
Meeting minutes for March 19th, April 22nd, May 26th, May 28th, and June 11th were unanimously approved by the Board.

10. Public Comments on Agenda items
None

11. **Agenda Items – Western Hills Water District**

A. Consider and action on water rate presentation provided by independent civil engineer/financial analyst Jim Miller of Kier+Wright: Jim Miller gave presentation on water rate study as published. The study budgeted for an additional paid position of general manager. After some discussion, in order to help keep rates lower, Director Kovich offered to continue performing the same administrative services without compensation that he has for several years, so that the District could hold off on hiring a general manager through FY 2027. Motion made to approve FY 2027 base water rate at $354 with a caveat that the FY 2028 base rate may go up based on the rate study. Kovich motioned, Johnson 2nd, Aye by Oliver, Aye by Davies, No by Frederick.

B. Forecast presentation of water rates <u>if</u> construction of additional homes occurs - Presented by Homeowner/Resident Tim Connelly: Connelly was not prepared and request more time. No presentation was given.

C. Consider and action of FY 2027 WHWD employee payroll schedule: Kovich motioned, Johnson 2nd, unanimously approved.

12. **Agenda Items – Diablo Grande Community Services District #1**

A. Presentation by Homeowner/Resident and Development Coordinator Gina Scotland on status of Commercial Real Estate broker and potential Developers: Gina Scotland gave an oral update.

B. Security Update from Kevin Halverson of Blue Knight Security: Kevin Halverson was not available.

11. **Public Comment on Items Not on the Agenda**

Various comments from the public regarding future DG development and WHWD operations

12. **Motion to adjourn public meeting**

At 1:20 p.m. Kovich motioned to adjourned, 2nd by Frederick, unanimously approved.

Respectfully submitted:

Lori Lawson, Board Secretary

Mark Kovich, Board President