BEAUMONT-CHERRY VALLEY WATER DISTRICT
560 Magnolia Avenue, Beaumont, CA 92223

MINUTES OF REGULAR MEETING OF THE BOARD OF DIRECTORS
Wednesday, June 10, 2026 at 6:00 p.m.

Meeting held in person at 560 Magnolia Ave., Beaumont, CA pursuant to California Government Code Section 54950 et seq.

Call to Order: *President Williams opened the meeting at 6:08 p.m.*
Pledge of Allegiance was led by Director Hoffman.
Invocation was given by President Williams.

Roll Call:

Directors present:	Hoffman, Slawson, Williams
Directors absent:	Covington, Ramirez
Staff present:	General Manager Dan Jaggers Director of Finance and Administration Sylvia Molina Director of IT and Cybersecurity Robert Rasha Director of Engineering Mark Swanson Director of Operations James Bean Finance Manager William Clayton Human Resources and Risk Manager Ren Berioso Associate Civil Engineer I Evan Ward Development Services Technician Lillian Medellin Tienda Water Utility Superintendent Julian Herrera Executive Assistant Lynda Kerney
Legal Counsel	James Markman

Members of the public who registered attendance: Michael Heishman, Rick Rush, Sarah Wargo, Michael Miller, Roger Berg.

Public Comment: None.

1. **Adjustments to the Agenda**: None.

2. **Reports / Presentations / Information Items**
   The Board received and filed the following reports:
   a. Emergency Preparedness Program Status Report
   b. Update: BCVWD 2026 Operational Budget Timeline
   by the following roll-call vote:

MOVED: Hoffman	SECONDED: Slawson	APPROVED 3-0
AYES:	Hoffman, Slawson, Williams	
NOES:	None	
ABSTAIN:	None	
ABSENT:	Covington, Ramirez	

3. Consent Calendar

The Board approved the Consent Calendar items with one motion:
a. Minutes of the Regular Meeting of April 23, 2026
by the following roll-call vote:

MOVED: Hoffman	SECONDED: Slawson	APPROVED 3-0
AYES:	Hoffman, Slawson, Williams	
NOES:	None	
ABSTAIN:	None	
ABSENT:	Covington, Ramirez	

4. BCVWD's Draft 2026-2027 Annual Water Supply and Demand Assessment

Associate Civil Engineer I Evan Ward presented the draft 2026–2027 Annual Water Supply and Demand Assessment, explaining that the report is required annually for submission to the Department of Water Resources by July 1. He reported that the District continues to employ a conjunctive use strategy combining imported State Water Project supplies, local groundwater production, and groundwater recharge within the Beaumont Basin. Based on projected demands of approximately 13,915 acre-feet and available supplies of approximately 14,037 acre-feet, staff anticipates no water supply shortages during the July 2026 through June 2027 assessment period and expects that any surplus imported water may be recharged into the District's Beaumont Basin storage account for future use. Mr. Ward also noted that apparent monthly shortages reflected in the assessment are the result of conservative reporting assumptions and do not represent anticipated operational deficiencies.

General Manager Dan Jaggers explained that the Annual Water Supply and Demand Assessment is a state-required planning document intended to demonstrate that the District has sufficient water supplies to meet projected demands. He emphasized that the District's long-term conjunctive use strategy, expanded imported water portfolio, and close coordination with the San Gorgonio Pass Water Agency (SGPWA) have significantly strengthened regional water reliability, allowing the District to replenish groundwater storage while meeting current demands. Jaggers noted that the District's groundwater storage account had recovered from approximately 23,000 acre-feet during the 2021–2022 drought to approximately 45,000 acre-feet by the end of 2025, exceeding pre-drought levels, and stated that the District remains in a stable water supply position capable of supporting the region's planned growth.

Board members commented on the water supply planning and regional coordination efforts. Director Slawson emphasized the importance of banking available water whenever possible and acknowledged the work that went into the assessment. Director Hoffman praised the District's long-term strategy of securing reliable water supplies in partnership with the SGPWA, noting that the District appears well positioned despite below-average rainfall. President Williams commented on the continued collaboration with SGPWA in strengthening the region's long-term water reliability.

5. Resolution 2026-15 Amending the District's Policies and Procedures Manual: Policy 3225 Employee Leave Donation Program

Human Resources and Risk Manager Ren Berioso presented proposed revisions to the Employee Leave Donation Program, explaining that the policy, originally adopted in 2019, had never been utilized because its eligibility requirements were overly restrictive. The proposed revisions were developed collaboratively by Human Resources, department heads, MOU representatives, the General Manager, and legal counsel to better reflect operational needs while ensuring fairness and reducing organizational risk. Mr. Berioso explained that the revisions modernize the policy, remove sick leave as an eligible donated leave type due to potential financial liability, expand qualifying events to include serious health conditions, the death of a family member, and employees who are victims of crime, and add safeguards against misuse, confidentiality requirements, and updated administrative procedures.

Director Slawson expressed support for the revised policy, describing it as a compassionate program that will better serve employees in need while maintaining appropriate legal and administrative safeguards.

The Board adopted Resolution 2026-15 Amending the District's Policies and Procedures Manual: Policy 3225 Employee Leave Donation Program and Policy by the following roll-call vote:

MOVED: Slawson	SECONDED: Hoffman	APPROVED 3-0
AYES:	Hoffman, Slawson, Williams	
NOES:	None	
ABSTAIN:	None	
ABSENT:	Covington, Ramirez	

6. Approval of the Notice of Election of 2026 for submission to the Registrars of Voters of the County of San Bernardino and the County of Riverside regarding the November 3, 2026 Consolidated Election

General Manager Jaggers presented the Notice and information for approval of the Divisions 3, 4, and 5 elections in November 2026.

The Board approved the Notice of Election of 2026 for submittal to the Registrars of Voters of the counties of Riverside and San Bernardino regarding the November 3, 2026 Consolidated Election and directed the Recording Secretary to do all things necessary to facilitate the election by the following roll-call vote:

MOVED: Slawson	SECONDED: Hoffman	APPROVED 3-0
AYES:	Hoffman, Slawson, Williams	
NOES:	None	
ABSTAIN:	None	
ABSENT:	Covington, Ramirez	

7. Resolution 2026-16 Adopting an Amendment to the District's Conflict of Interest Code

General Manager Jaggers presented the proposed amendment to the District's Conflict of Interest Code, explaining that the update is a housekeeping measure necessitated by recent organizational changes and the addition of new designated positions subject to Government Code requirements. He noted that the Board initiated the required 45-day public comment period at its April 8, 2026 meeting, that no comments were received, and recommended adoption of the resolution to update the Conflict-of-Interest Code to reflect the District's current organizational structure and applicable regulations.

The Board adopted Resolution 2026-16 Amending the District's Conflict of Interest Code by the following roll-call vote:

MOVED: Slawson	SECONDED: Hoffman	APPROVED 3-0
AYES:	Hoffman, Slawson, Williams	
NOES:	None	
ABSTAIN:	None	
ABSENT:	Covington, Ramirez	

8. Request for District Oversizing Contribution for Tract 36307 Infrastructure located within Oak Valley Parkway

Director of Engineering Mark Swanson presented a request from Tri Pointe Homes for reimbursement of the District's share of oversized water infrastructure constructed within Oak Valley Parkway to serve Tract 36307. He explained that the development was required to install water transmission facilities identified in the District's Master Plan, including 24-inch and 18-inch pipelines that exceeded the 12-inch facilities necessary to serve the project itself. Staff compared the cost of constructing the oversized facilities to the cost of project-sized improvements and determined the incremental oversizing cost to be $1,158,147.75. Mr. Swanson noted that the requested reimbursement would be funded from restricted Capital Expansion Reserve funds derived from capacity charges collected for regional transmission improvements. General Manager Jaggers added that the request was consistent with the District's long-standing practice of using developer impact fees to fund regional water system improvements and with previous oversizing reimbursements approved for other developments. He acknowledged that the request would normally have been presented before construction began but explained that the unusual timing resulted from the rapid pace of development during the COVID period and delays caused by defective pipeline materials that required replacement by the manufacturer.

Director Hoffman questioned the District's practice of reimbursing developers for oversized infrastructure, expressing concern about authorizing more than $1.1 million in District funds and seeking to understand the policy basis for the reimbursement. He asked whether the District was obligated to make the payment, whether the oversized facilities would benefit future development beyond the project itself, and whether escalating construction costs could eventually outpace the capacity charges collected to fund such improvements. Staff explained that capacity charges are collected from all new development to construct regional facilities identified in the District's Master Plan, and that the requested reimbursement represents only the incremental cost of installing larger transmission mains that exceed the project's own service needs. Staff further stated that the request was consistent with the District's established oversizing policy and previous reimbursements approved for similar developments, although this request was presented after construction rather than before because of project timing and delays associated with defective pipe materials.

Director Slawson observed that the developer was only required to construct facilities necessary to serve its own project, while the District requested larger transmission mains to benefit the broader water system and future development. He stated that reimbursing the incremental cost of the oversized facilities was appropriate because the additional capacity serves the District's long-term Master Plan rather than the developer's project alone. Although Director Hoffman remained cautious about the size of the reimbursement and suggested postponing action until the full Board was present, Director Slawson expressed support for proceeding with the request, noting that similar reimbursements had previously been approved by the District.

President Williams asked whether the oversized pipelines were appropriately sized to accommodate future growth in the Oak Valley Parkway area, and staff explained that the facilities complete a master-planned transmission loop that provides both capacity for future development and operational redundancy for the District's water system.

The Board approved the request from Tri Pointe Homes, the developer for Tract 36307 and Tract 36307-1, and authorized the General Manager to expend funds for the oversizing contribution for the water facilities within Oak Valley Parkway not to exceed an amount of $1,158,147.75 by the following roll-call vote:

MOVED: Slawson	SECONDED: Hoffman	APPROVED 3-0
AYES:	Hoffman, Slawson, Williams	
NOES:	None	
ABSTAIN:	None	
ABSENT:	Covington, Ramirez	

9. Consideration of Attendance at Upcoming Events and Authorization of Reimbursement and Per Diem

The Board discussed the following events:

DAY	EVENT	Estimated Cost	Vote?	COVIN GTON	HOFF MAN	RAM IREZ	SLAW SON	WILL IAMS
6/10-11	CSDA workshop: Overview of Special District Laws	$ 265.00				YES		MAYBE
17-Jun	CSDA Webinar: SB 827 Fiscal and Financial Training	$ -		YES	NO**	NO**	YES	
18-Jun	CSDA Webinar: Copyright, Trademark & Brands	$ -			YES	YES	YES	YES
24-Jun	CSDA In-Person Workshop: Governance	$ 1,078.00				MAYBE		
26-Jun	ACWA Region 8 event - Pasadena	$ 1,373.00	APR			YES		
1-Jul	Beaumont Chamber Breakfast	$ 25.00			YES		YES	
17-Jul	ACWA Region 9 event - Temecula	$ 130.00				MAYBE	YES	YES
21-Jul	CSDA Webinar: Federal Policy Shifts	$ -			YES*			
8/3-6	Tri State Seminar (Las Vegas)	$ 2,656.00		YES		MAYBE	NO	MAYBE
14-Aug	BIA So Cal Water Conference	$ 125.00				YES	YES	YES
8/19-21	Urban Water Institute (Coronado)	$ 3,043.80		MAYBE		MAYBE	YES	YES
8/24-27	CSDA Annual Conference (Indian Wells)	$ 2,859.00		YES			YES	YES

(APR = Approved by vote) (NOT = Not approved) **(REQ = Vote required for approval)**

**Director Ramirez requested to be registered for all online seminars*

***Directors Hoffman and Ramirez have completed this required training*

10. Reports For Discussion and Possible Action

a. Ad Hoc Committees

i. Sites Reservoir: No report.

ii. Bogart Park: A meeting is scheduled for Monday, June 15.

iii. Water Re-Use 3x2: A staff level meeting was held on June 9 with the City of Beaumont and SGPWA. Recharge options and locations have been discussed and staff are analyzing those activities.

b. Standing Committees
   i. Finance & Audit Committee
   ii. Personnel Committee

c. Directors' Reports
   Reports were provided as follows:
   - CSDA Webinar: Vision to Action: Special District Planning for Impact on May 19, 2026 (Slawson, Williams)
   - Building Industry Association Inland Empire Mid-Year Economic Update 2026 on May 20, 2026 (Slawson, Williams)
   - CSDA Webinar: Bridge the Gap: Interim Financing Solutions for your Agency's Needs on May 21, 2026 (Hoffman, Slawson, Williams)
   - San Gorgonio Pass Regional Water Alliance Meeting on May 27, 2026 (Slawson)
   - Beaumont Chamber of Commerce Breakfast on June 3, 2026 (Hoffman, Slawson)
   - California-Nevada Drought and Climate Outlook Webinar on June 8, 2026 (Slawson)
   - CSDA Webinar: From Policy to Practice: Implementing Effective Reserve Strategies on June 9, 2026 (Hoffman, Slawson, Williams)

d. Directors' General Comments: None.

e. General Manager's Report. Mr. Jaggers stated that the District's reserve levels remain strong and well controlled, noting that recent updates to the rate study and facilities fee study, coupled with prudent financial management, position the District to meet its obligations while fulfilling its fiduciary responsibility to spend public funds wisely.

   Jaggers added that he had met with the City of Beaumont City Manager on Monday.

7:24 p.m.: NOTE: At this time, the teleconference connection went down. President Williams called a recess.

7:34 p.m. The Board meeting resumed with all three directors present in the Board Room. The teleconference connection was not restored.

f. Legal Counsel Report: None.

11. Topic List for Future Meetings:

	Item requested	Date of request	Requester
1	Update on Grand Avenue pipeline project	1/22/26	Covington
2	Legal Counsel update on ongoing SGMA cases	3/11/26	Williams

12. Announcements

President Williams pointed out the announcements:

- Finance & Audit Committee special meeting: Thursday, Jun. 11 at 3:00 p.m. (postponed from 6/4)
- Personnel Committee: Tuesday, Jun. 16 at 4:30 p.m.
- Engineering Workshop: Thursday, Jun. 25 at 6:00 p.m.
- Finance & Audit Committee meeting: Wednesday, Jul. 1 at 3:00 p.m. (note date change due to holiday)

- District offices will be closed in observance of Independence Day: Thursday, Jul. 2
- Regular Board Meeting: Wednesday, Jul. 8 at 6:00 p.m.
- San Gorgonio Pass Regional Water Alliance: Wednesday, Jul. 22 at 5:00 p.m.

13. Recessed to Closed Session: 7:36 p.m.
Recording Secretary Kerney announced the following Closed Session items:

a. CONFERENCE WITH REAL PROPERTY NEGOTIATORS
Pursuant to California Government Code Section 54956.8
Property: APNs 407-170-008 and 407-170-029
Agency Negotiator: Dan Jaggers, General Manager
Under Negotiation: Price and terms of payment

b. CONFERENCE WITH REAL PROPERTY NEGOTIATORS
Pursuant to Government Code section 54956.8
Property: 635 Veile Avenue (Unit A, Unit B), Beaumont, CA
District Negotiator: Dan Jaggers and Mark Swanson
Under Negotiation: Both price and terms of payment

Reconvene in Open Session: 8:28 p.m.

14. Report on Action Taken During Closed Session
President Williams announced there was no reportable action taken in Closed Session.

15. Adjournment: *President Williams adjourned the meeting at 8:28 p.m.*

ATTEST:

Lona Williams

Director Lona Williams, President
to the Board of Directors of the
Beaumont-Cherry Valley Water District

David Hoffman

Director David Hoffman, Secretary
to the Board of Directors of the
Beaumont-Cherry Valley Water District