

THE OFFICIAL MINUTES OF THE REGULAR BOARD MEETING OF
CASTROVILLE COMMUNITY SERVICES DISTRICT
May 19, 2026

President Ron Stefani called the meeting to order at 4:30 p.m.

ROLL CALL:

Directors Present: Director Glenn Oania, Director Cosme Padilla, and President Ron Stefani

Absent: Director James Cochran and Vice President Greg MacMillan

General Manager: James Derbin

Secretary to the Board: Lidia Santos

Staff Present:

Guest: Reagon Ballo, CTP, Senior Vice President/Managing Director Government Banking

PLEDGE OF ALLEGIANCE

President Ron Stefani led the pledge of allegiance.

ADDITIONS OR CORRECTIONS TO THE AGENDA

General Manager James Derbin advised the Board of a correction to the board packet agenda. Zone 1 Governmental, Five-Year Capital Improvement and Operational Planning report on page 66 will be replaced with an updated report.

PUBLIC COMMENTS

1. None

CONSENT CALENDAR

1. The motion was made by Cosme Padilla and seconded by Glenn Oania to approve the draft minutes of April 21, 2026, Regularly Scheduled Board Meeting. The motion carried by the following roll call votes:

AYES:	3	Directors: Oania, Padilla, and Stefani
NOES:	0	Directors:
ABSENT/NOT		
PARTICIPATING:	2	Directors: MacMillan & Cochran

Consent Calendar accepted as presented

CORRESPONDENCE:

1. None

Correspondence Calendar accepted as presented

INFORMATIONAL ITEMS:

1. Caltrans News Release: Update #26, Overnight and Daytime Work Continues on State Route 183/Merritt Street in Castroville
2. County of Monterey Supervisor's Snapshot, District 2 Glenn Church. A Summary of Your Local Government Action
3. Monterey County Elections Department, November 3, 2026, General Election Calendar

Informational items accepted as presented

PRESENTATIONS:

1. Five Star Bank Public Money Market Account/ICS Account Overview – Reagan Ballo, CTP, Senior Vice President/Managing Director of Government Banking thanked the Board for the opportunity to discuss that Five Star Bank is offering a Public Montey Market Account/IntraFi Cash Service Account that matches the most recently published monthly rate at LAIF (Local Agency Investment Fund). Five Star Bank is very active within the special district community and serves the banking needs of public entities all throughout the state of California. Mr. Ballo provided an overview of the Five Star Bank Money Market Account/ICS and answered any questions and concerns the Board had. He thanked the Board for their time and looks forward to an opportunity to develop a partnership with the Castroville Community Services District.

NEW BUSINESS:

1. Consider and approve authorizing the General Manager to pay West Valley Construction for an emergency water main replacement at Merritt Street and Poole Street in the amount of \$33,840.49 with Sole Source Justification – General Manager James Derbin let the Board know that on March 24, 2026 Caltrans notified the District of water detected in the subbase while working at this intersection and CCSD staff confirmed an emergency water main replacement at Merritt and Poole Street was necessary. West Valley Construction was the only firm available at this time to respond to this emergency and worked safely and proficient in completing the work. A motion is made by Cosme Padilla and seconded by Glenn Oania to approve authorizing the General Manager to pay West Valley Construction for an emergency water main replacement at Merritt Street and Poole Street in the amount of \$33,840.49 with Sole Source Justification. The motion carried by the following roll call votes:

AYES: 3 Directors: Oania, Padilla, and Stefani
NOES: 0 Directors:
ABSENT/NOT
PARTICIPATING: 2 Directors: MacMillan & Cochran

2. Consider approving Resolution No. 26-02, Resolution Certifying Compliance with State Law with Respect to the Levying of General and Special Taxes, Assessments, and Property-Related Fees and Charges and Agreement for Collection of Special Taxes, Fees, and Assessments between the County of Monterey and the Castroville Community Services District – A motion is made by Cosme Padilla and seconded by Glenn Oania to approve Resolution No. 26-02, Resolution Certifying Compliance with State Law with Respect to the Levying of General and Special Taxes, Assessments, and Property-Related Fees and Charges and Agreement for Collection of Special Taxes, Fees, and Assessments between the County of Monterey and the Castroville Community Services District. The motion carried by the following roll call votes:

AYES: 3 Directors: Oania, Padilla, and Stefani
NOES: 0 Directors:
ABSENT/NOT
PARTICIPATING: 2 Directors: MacMillan & Cochran

3. Consider and Approve Resolution No. 26-03, Resolution Ordering An Election, Requesting the County Elections Department to Conduct the Elections, Requesting Consolidation of the Election and the Service Agreement for the Provision of Election Services Between Castroville Community Services District and County of Monterey Department of Elections, November 3, 2026 – A motion is made by Glenn Oania and seconded by Cosme Padilla to approve Resolution No. 26-03, Resolution Ordering An Election, Requesting the County Elections Department to Conduct the Elections, Requesting Consolidation of the Election and the Service Agreement for the Provision of Election Services Between Castroville Community Services District and County of Monterey Department of Elections, November 3, 2026 . The motion carried by the following roll call votes:

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AYES: 3 Directors: Oania, Padilla, and Stefani
NOES: 0 Directors:
ABSENT/NOT
PARTICIPATING: 2 Directors: MacMillan & Cochran

4. Receive North County Recreation and Park District (NCRPD) request for funding, "Extended Recreation Services" for fiscal year 2026/2027 – General Manager James Derbin informed the Board that North County Recreation and Park District's request for funding, "Extended Recreation Services" for fiscal year 2026/2027 included in this board packet. The Budget & Personnel Committee (Stefani & Padilla) received and reviewed this request on May 5, 2026, Budget & Personnel Committee Meeting.
5. Receive Preliminary 2026-27 Operating Budgets for Water (Castroville Zone 1), Sewer and Governmental (Castroville Zone 1), Sewer and Governmental (Moro Cojo, NMCHS, & Monte Del Lago Mobile Home Park Zone 2) and Sewer (Moss Landing Zone 3) and 5-year CIPs– General Manager James Derbin and the Board reviewed and discussed all budget items and the Capital Improvement Projects (CIP) for the different funds. The Budget & Personnel Committee: Directors Stefani and Padilla reported to the Board that they had previously met on May 5, 2026, with General Manager James Derbin and discussed and reviewed the budgets and made recommendations. The District will continue to remain with PERS Platinum for the employees' monthly health care coverage. NCRPD is requesting \$142,000 for Extended Recreational funding, \$200,000 for the gymnasium heating system and \$100,000 for Rec Center lighting upgrades. The Budget & Personnel Committee are recommending the following to the Board: Castroville Zone1-Sewer to reflect \$242,000 of ad valorem property taxes transferred out to Castroville Zone 1-Governmental Fund for Extended Recreational Services of (\$142,000) and a Capital Improvement Project for the gymnasium heating system of (\$100,000) fiscal year 2026/2027. Allocated funding of \$100,000 for the gymnasium heating system in 2025/2026 was not used by NCRPD and still available in the Zone 1-Governmental Fund. The Committee is recommending total funding of \$342,000 for fiscal year 2026/2027 for NCRPD. Final adoption of the budget will be on June 16, 2026, at the regularly scheduled board meeting.

UNFINISHED BUSINESS:

1. Update on Street Lighting for Castroville Zone1 and Moro Cojo Zone 2 – General Manager James Derbin stated that PG & E has been responsive and is waiting on the cost from PG & E to upgrade four remaining high pressure sodium vapor streetlights.

BOARD OF DIRECTORS COMMUNICATION: When needed, this time is reserved for the Board of Directors to communicate activity, educational classes, and/or Committee reports.

1. Update on Monterey One Water meeting (M1W) – President Ron Stefani stated M1W will be reviewing their budgets as well this Thursday. M1W has mailed out Proposition 218 Notice to its customers which requires notification of proposed changes to wastewater rates. Proposed rate increase of revenue adjustments would be starting July 1, 2026, for a period of five years.
2. Update on Salinas Valley Basin Groundwater Sustainability Agency (SVBGSA) meeting – President Ron Stefani announced SVBGSA will need to decide by August on which project to submit to the State. If the State approves the project, SVBGSA can move forward. If the State disapproves the project, SVBGSA has 180 days to resubmit another project, if not they will be on probation.
3. Update on meetings or educational classes attended by the Directors – There were no meetings or educational classes attended by the Directors.

GENERAL OPERATIONS

1. General Manager's Report – Compliance update, current projects update, meetings/seminars update, staff update, suggestive projects discussions
2. Operations Report
 - a) Water – Pumpage & Usage Update, Water Testing Update, Current Installation
 - b) Water -Status Update, Current Contractor Work Update, Maintenance/Repair Update, Customer Service Update, Safety Issue
 - c) Sewer & Storm Drain – Jetting, Current Installation Status Update, Current Contractor Work Update, Maintenance/Repair Update, Customer Service Update, Safety Issues
3. Customer /Billing Reports – Water Sales, Water Usage, A/R Update, Customer Service Update
4. Financial Reports – Treasures L.A.I.F. Report, Internal Report, Administration Update

General Operations Reports were accepted as presented

CHECK LIST – April 2026. A motion was made by Glenn Oania and seconded by Cosme Padilla to pay all bills presented. The motion carried by the following roll call votes:

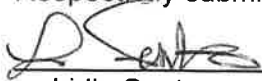
AYES:	3	Directors:	Oania, Padilla, and Stefani
NOES:	0	Directors:	
ABSENT/NOT			
PARTICIPATING:	2	Directors:	MacMillan & Cochran

There being no further business, a motion was made by Cosme Padilla and seconded by Glenn Oania to adjourn to the next scheduled Board meeting; the motion carried by the following roll call votes:

AYES:	3	Directors:	Oania, Padilla, and Stefani
NOES:	0	Directors:	
ABSENT/NOT			
PARTICIPATING:	2	Directors:	MacMillan & Cochran

The meeting was adjourned at 5:57 p.m.

Respectfully submitted by,



Lidia Santos
Secretary to the Board

Approved by


Ron Stefani
President