

**MINUTES OF REGULAR MEETING OF THE
BOARD OF DIRECTORS OF THE
LATHROP IRRIGATION DISTRICT**

The Regular Meeting of the Board of Directors of the Lathrop Irrigation District convened on Wednesday, February 25, 2026, at 4:00 p.m. at 1235 Academy Dr, Lathrop, California. The meeting was noticed as an optional online meeting for members of the public and staff.

Board of Directors Present:	Juan Vega, Michael Dell’Osso & Ravi Kotecha
Directors Absent:	N/A
Also Present:	Erik Jones, Marylou Enriquez, (Brian Biering) & Lyndsay George.
Public Present:	None

There being a quorum present, the meeting was declared in order by Director Vega at 4:00 PM.

PUBLIC COMMENT: None

APPROVAL OF THE MINUTES OF January 25, 2026, Regular Board Meeting: Director Dell’Osso made a motion to approve the minutes, and the motion was seconded by Director Kotecha. The motion was approved on a vote of 3-0.

STAFF REPORTS:

- a. Mr. Jones provided an update on commissioning of T3 building in substation. Mr. Jones stated Hotline would be present Thursday February 26th working on commission for T3 for Friday February 27th. Mr. Jones stated there shouldn’t be any power outages during these times.
- b. Mr. Jones provided update on Cap & Trade Discussion, and details on conference call Mr. Biering and himself had with Cap & Trade staff. He stated they required a simple letter confirming enrollment. Mr. Jones stated that Ms. George and himself would discuss more in next year’s budget. Mr. Biering stated LID would see allowances around October, but the funds wouldn’t come in until February and it could potentially be up to \$200k from auction.
- c. Mr. Jones discussed Power Outage that occurred on Tuesday February 17th around 8:30 PM. He stated it was caused by a malfunctioning underground switch, and it took a bit longer to diagnose because switch was filled with water and crew had to pump out water. Mr. Jones stated they had to test different phases and switch kept tripping off. Mr. Jones stated process could have been faster if switch was above ground. Mr. Jones presented board with 2 options on permanently fixing issues since they were only able to

fix the issue temporarily and don't want the same issue to occur again. First option would be to test the switch, which could potentially be a 6-hour power outage to determine what the cause was and then do a second outage based on the findings to repair. Or second option would be to put in new above ground switch which could be a one-time, 8-10-hour power outage. Mr. Jones stated all crews needed to successfully get this done are available March 7th and would cost around \$180-200K to replace switch with above ground pad and take it out of water. Director Kotecha asked what if we replace switch and that's not the issue? Mr. Jones stated that could be the issue, but if it goes down again it could be a 5-6-hour power outage just to determine the issue. Then potentially a 20-hour outage trying to assemble the crews needed in an emergency. Board agreed to replace the switch with above ground switch and stated it's better now than summertime. Ms. George suggested maybe looking into assets to see when equipment would need to be replaced or looked at. Mr. Jones stated that typically transformers have a 10/15-year life span and when they start going bad you can hear a loud humming sound. Director Vega suggested maybe hiring a third company to test equipment to get an idea of what is failing. Mr. Jones stated there are over 3000 transformers and it might be pricey to hire someone to come with test equipment and currently has field staff check equipment during their downtime and document. Ms. George also suggested possibly moving money into capital assets to have just in case repairs are needed. Mr. Jones also stated LID has a ton of backstock on equipment because of the new builds.

Mr. Jones also discussed email of an angry customer who was not happy about the power outage. Mr. Jones stated he referred her back to LID Tarriff, but customer suggested maybe LID could work towards a policy for future inconveniences. Board commented that any policies that involve money being issued for a prolonged period of time would be at the cost of the public and rates would increase to prepare for such policy.

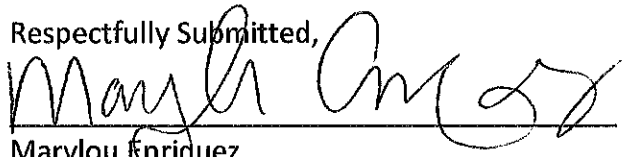
District Engineers Report: Mr. Jones provided update on current Engineer Dom and how he plans to retire soon and his son Frank that was going to take over isn't sure if he will be because he got a job offer in another state. Mr. Jones stated he might have to look for a new Engineer to take over if Frank decides to move. Mr. Jones also stated once T-3 is up and running Engineer costs should decrease.

TREASURER REPORT: Ms. George presented Treasurer report for January 2026. Ms. George advised LID had a strong cash position for the month of January 2026. Ending month with \$15.6 Million total cash, \$5.5 Million in restricted funds and \$7.8 Million in operation funds. Ms. George stated LIAFF is up and going. Ms. George stated LID is ahead of budget by 3.4 million, which is enough to cover debt load. Director Dell'Osso made a motion to approve the treasurer report, and the motion was seconded by Director Kotecha. The motion was approved on a vote of 3-0.

OTHER BUSINESS: N/A

ADJOURNMENT: The meeting was adjourned at 4:46 PM on a motion made by Director Kotecha and seconded by Director Vega, the motion passed with a 3-0 vote. The next meeting is on March 25, 2026.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Marylou Enriquez", written over a horizontal line.

Marylou Enriquez
Secretary/Treasurer