

**DIABLO COMMUNITY SERVICES DISTRICT
BOARD OF DIRECTORS
REGULAR MEETING AGENDA¹
DIABLO COUNTRY CLUB CURTOLA ROOM
MONDAY, MAY 11, 2026, 6:00 P.M.**

CALL TO ORDER:

President: Matt Cox

ROLL CALL:

Secretary: Alan Bonny

Directors: Cox, Lorenz, Slavonia, Luecht, Bonny

PUBLIC COMMENTS: *Public comments will be taken on any subject, including items on this agenda, and are limited to 3 minutes per person when speaking in English, and 6 minutes per person when using a translator. Comments by the audience are not intended to result in a dialogue between members of the audience or between the audience and the Board. Please note that under Brown Act regulations, no member of the Board may engage in any discussion, other than a brief comment or request for clarification, of any item raised by any member of the audience unless that item is included as an agenda item.*

1. BOARD/STAFF COMMUNICATION AND ACTIONS

ADMINISTRATIVE: President Cox

- a) Provide an update on the EBMUD and Diablo Road infrastructure projects.

FINANCE: Director Lorenz

- a) Present the Q3 2026 Financial Report.
- b) Present the draft FY 2027 Budget for discussion.
- c) Present Resolution 2026-02 – Measure B Tax Rates for FY 2027 for adoption.
- d) Present the Richardson & Co LLP multiyear financial audit proposal for consideration.
- e) Authorize the payment of the GSRMA FY 2027 insurance premium of \$41,033.

ROADS: President Cox

- a) Provide an update on the 2022-2023 Winter Storm FEMA Grant.
- b) Review the bids for the Creek Stabilization - 2121 Alameda Diablo Project and consider award of the contract. Delegate authority to General Manager Torru to award contract to contractor determined to be the lowest responsive and responsible bidder.
- c) Authorize President Cox and General Manager Torru to authorize a \$20,000 change order to the July 2024 ENGE0 contract for the Creek Bank Stabilization - 2121 Alameda Diablo Project engineering.

SECURITY: Director Slavonia

- a) Provide a security update since the last Regular Meeting.

GENERAL MANAGER:

- a) Provide a business update since the last Regular Meeting.

2. CONSENT CALENDAR

- a) Approve minutes of the March 9, 2026, Regular Meeting.

¹ Agenda attachments are available on the DCSD's website (www.diablocsd.org) home page under Agenda.

3. **REPORTS**

CONTRA COSTA COUNTY:

Cameron Collins

DIABLO COUNTRY CLUB:

Hank Salvo

4. **DIRECTOR COMMENTS**

5. **FUTURE AGENDA ITEM ANNOUNCEMENT**

- a) Adopt FY 2027 Budget
- b) Review of the Flock Camera LPR contract and DCSD camera policy.

6. **CALL OF NEXT MEETING & ADJOURNMENT**

The next DCSD Regular Board meeting is scheduled for June 8, 2026, at 6:00 p.m. at Diablo Country Club.

Diablo Community Services District by

Kathy Torru, General Manager

DCSD Board Meetings are accessible to people with disabilities and others who need assistance. Individuals who need special assistance or a disability-related modification or accommodation (including auxiliary aids or services) to observe and/or participate in this meeting; or who have a disability and wish to request an alternative format for the agenda, meeting notice, agenda packet, or other writings that may be distributed at the meeting should contact the General Manager at least one working day before the meeting at (925) 683-4956 or generalmanager@diablocsd.org. Notification in advance of the meeting will enable the District to make reasonable arrangements to ensure accessibility to this meeting and the materials related to it. Public records that relate to any item on the open session agenda are available for public inspection by contacting the General Manager and on the District's website <http://diablocsd.org>.

Diablo Community Services District
Financial Report
March 31, 2026

	July	August	September	October	November	December	January	February	March	Actual YTD	Budget YTD	Act vs Bud Variance
Beginning Cash	1,825,138	1,657,740	1,630,307	1,588,976	1,560,327	1,494,537	1,988,810	1,939,371	1,902,615	1,825,138	1,825,138	
Revenue												
Tax revenue	-	-	-	17,777	-	535,950	-	-	-	553,727	538,633	15,093
Other revenue	256	134	108	13	78	86	16	269	16	975	-	975
Total Income	256	134	108	17,789	78	536,036	16	269	16	554,702	538,633	16,069
Expenses												
Sheriff services	27,169	25,326	28,510	25,822	31,419	38,200	27,325	25,659	25,348	254,779	298,019	(43,240)
Road/bridge/culvert/trail	-	-	-	29,948	1,337	-	2,275	660	46,650	80,870	60,000	20,870
Professional services	8,708	14,184	7,409	20,294	9,397	5,080	7,398	9,749	7,859	90,077	82,091	7,986
Insurance	40,007	-	-	-	-	-	-	-	-	40,007	40,832	(825)
Administrative	192	87	-	819	1,165	4,999	979	172	-	8,413	6,600	1,813
Total Expenses	76,077	39,597	35,919	76,883	43,317	48,279	37,977	36,240	79,857	474,146	487,542	(13,396)
Net Income	(75,821)	(39,463)	(35,810)	(59,094)	(43,239)	487,757	(37,961)	(35,972)	(79,841)	80,556	51,091	29,465
Incr/(decr) in payable/prepaid	(91,577)	12,031	(5,521)	30,445	(22,551)	6,517	(11,479)	(784)	(3,757)	(86,677)		
Ending Cash	1,657,740	1,630,307	1,588,976	1,560,327	1,494,537	1,988,810	1,939,371	1,902,615	1,819,017	1,819,017		
Other Financial Data												
Prepaid/deposit												
Reserves (bridge/culvert)*	958,705	963,705	968,705	973,705	978,705	1,021,216	1,026,216	1,031,216	1,036,216			
Accounts payable	54,736	66,767	61,245	91,690	69,139	75,656	64,177	63,393	59,636			
Other liabilities (FEMA Grant)	457,878	457,878	457,878	457,878	457,878	457,878	457,878	457,878	457,878			

Notes

* reserves are unfunded

Diablo Community Services District
Budget Assumptions
FY 2026-2027

Financial Category	\$ Amnt	Notes
FY 2027 Budget Assumptions		
Revenue	1,024k	3% increase. Revenue is provided by County Ad Valorem Tax and a voter approved Special Tax.
Security	373	6% increase. Security is provided by Contra Costa County Sheriff's Department. Diablo has 1 dedicated 40 hour a week deputy. The budget includes a 6% annual increase. An additional 30 hours of monthly tovertime is budgeted for June through August and November and December to deter holiday crime and provide summer traffic enforcement.
	13k	Flock license plate camera fee. Contract renews in Fall 2026.
Roads, Culverts & Bridges	300k	250k in slurry after completion of EBMUD project. 50K in annual road maintenance
	175k	Club House Culvert lining. Cost share with 2 property owners.
	25k	Culvert maintenance
	14k	November thru April storm patrol
	6k	Kay's Trail clean-up in May and October.
Professional	90k	45 hours of general manager and 9 hours of general counsel monthly.
	10.6k	Annual audit fee. 4 year contract 2026-2029.
	25k	Consultant for Bridge Replacement - estimate
	8.4k	Software annual fees: QuickBooks, Laserfiche, Zoom and GoDaddy domain, website and email products.
	1k	County Notices and Fees: LAFCO cost share, County data & election processing fees, newspaper publications.
Insurance	40k	No change in insurance program. Policy renews annually on July 1 with GSRMA
Administrative	1.3k	GM E&O Insurance, DCSD PO Box Fee, 1099 Filing Fee
	5k	Resident December Holiday party cohosted with DPOA
Cash Balance		\$1,587k and \$1,524k at yearend 2026 and 2027. The District's minimum cash balance goal is 500k.
Notes		Assumes FEMA creek bank stabilization performed in FY 2026. No Bridge Replacement costs reflected in budget, except for \$25k for consultant to assist with the funding process and regulatory compliance. Cost estimate of \$15m to replace the 3 bridges funded through ballot measure.
5 Year Budget Assumptions		
Revenue		3% annual increase in Ad Valorem and Special Tax.
Security		Sheriff security costs increase annually 6%.
Roads, Culverts & Bridges		Road slurry seal & Club House culvert lining (2027), creek and hillside assessment (2028), annual road, trail and storm maintenance.
Professional and Administrative		3% average annual increase. Add 25k for Bridge Replacement consultant.

Diablo Community Services District
FY 2026-2027 Budget

FY - July 1 thru June 30	Actual		2026-2027 Budget					Forecast		
	2024-25	2025-26*	Q1	Q2	Q3	Q4	YTD	2028	2029	2030
Beginning Cash	1,579,332	1,825,138	1,587,283	1,425,488	1,755,394	1,608,297	1,587,283	1,523,924	1,895,192	2,290,730
Revenue										
Ad valorem & special tax	963,161	995,231	-	563,065	-	460,690	1,023,755	1,054,468	1,086,102	1,118,685
Other	1,295	1,023	-	-	-	-	-	-	-	-
Total Income	964,456	996,254	-	563,065	-	460,690	1,023,755	1,054,468	1,086,102	1,118,685
Expenses										
Security	361,592	350,431	96,143	109,143	88,343	92,243	385,870	408,242	432,957	458,094
Roads/bridges/culverts	208,999	577,720	-	81,600	8,400	430,000	520,000	112,000	97,500	98,500
Professional	113,197	112,995	25,546	37,416	49,310	22,600	134,872	115,750	112,600	117,300
Insurance	41,315	40,007	40,007	-	-	-	40,007	40,007	40,007	40,007
Administrative	8,200	8,413	100	5,000	1,045	220	6,365	7,200	7,500	7,500
Total Expenses	733,303	1,089,566	161,796	233,159	147,098	545,063	1,087,114	683,199	690,564	721,401
Net Income	231,153	(93,312)	(161,796)	329,907	(147,098)	(84,373)	(63,359)	371,268	395,538	397,283
Incr/(decr) in AP/prepays (plug)	14,653	(144,543)								
Ending Cash (500k min)**	1,825,138	1,587,283	1,425,488	1,755,394	1,608,297	1,523,924	1,523,924	1,895,192	2,290,730	2,688,014
Other Financial Data										
Reserves (bridge/culvert) (Unfunded)	760,928	857,287					953,705	1,051,216	1,149,853	1,249,648
FEMA creek bank stabilization advance	457,878	-								

* Includes 8 months actual figures

** Includes FEMA Advance of \$457,858.

Diablo Community Services District
Road Assumptions
FY 2026-2027 Budget

Summary-Estimates		2027	2028	2029	2030	2031	Culvert Cleanout/Repair			
							Location	Date	Vendor	Cost
Road Maintenance	1	300,000	90,000	75,000	75,000	75,000	2358 Alameda Diablo	Jun-25	Marshall Bros	
Bridge/Culvert Maintenance	2	200,000	-	-	-	-	2298 Alameda Diablo	Oct-25	GJR Construction	24,800
Bridge/Culvert Engineering	3	-	-	-	-	-	1651 El Nido	Oct-25	GJR Construction	
Storm Patrol	4	14,000	14,500	14,500	15,000	15,000	Clubhouse			
Trail maint	5	6,000	6,000	6,000	6,000	6,000	Calle Arroyo			
Total		520,000	110,500	95,500	96,000	96,000	Avenida Nueva/El Centro			
							Avenida Nueva/Alameda Diablo			
Detail										
Slurry seal all roads	1	250,000								
Misc Road Maintenance	1	50,000	75,000	75,000	75,000	75,000				
Club House Culvert lining (cost share)	2	175,000					Creek and Hill Assess	Jul-24	ENGEO	
Misc culvert maintenace	2	25,000								
Storm Patrol	4	14,000	14,500	14,500	15,000	15,000				
Trail maint	5	6,000	6,000	6,000	6,000	6,000				
ENGEO Creek and Hillside Assess	1		15,000							
Bridge replacement	2									
Bridge funding consultant (see Prof)	3	-								
Total		520,000	110,500	95,500	96,000	96,000				
Annual Focus										
	2013-16	Grind and pave of major streets								
	2017	Repair failed culvert and Club House Rd								
	2018-19	Tiernan and Cervantes lawsuits								
	2020	Grind and pave 10 small streets								
	2021	Slurry seal the major streets								
	2022	Grind and pave upper Alameda Diablo								
	2023	2023 storm damage and FEMA								
	2024	Bridge structural assessment, FEMA, Buck lawsuit								
	2025	Culvert clean out and repair								
	2026	Road patch, EBMUD project, Creek Bank Perm Repair								
	2027	EMBUD project, slurry Seal and road patching								
	2028-2030	Bridge funding and replacement								

Diablo Community Services District
Road Assumptions
FY 2026-2027 Budget

Street Name	Linear Ft	Slurry Seal			Grind and Pave		
		Date	Cost	Vendor	Date	Vendor	Cost
Alameda Diablo - Lower	2405	8/3/21	117,000	Dryco	Aug-13	Morgan Bonanno	\$288,000
La Cadena	965	8/3/21			Aug-13	Morgan Bonanno	
Alameda Diablo - Mid	1236	8/3/21			Oct-14	American Asphalt	\$488,000
Avenida Nueva	700	8/3/21			Oct-14	American Asphalt	
Calle Arroyo*	3700	8/3/21			Oct-14	American Asphalt	
El Nido - Lower	3200	8/3/21			Oct-14	American Asphalt	
Alameda Diablo - Mid	1000	8/3/21			Aug-15	Dryco	\$227,000
El Nido - Upper	see above	8/3/21			Aug-15	Dryco	
Alameda Diablo - Mid	432	8/3/21			Oct-16	Dryco	\$385,578
Caballo Ranchero Ct	717	8/3/21			Oct-16	Dryco	
Caballo Ranchero Dr lower	620	8/3/21			Oct-16	Dryco	
Casa Nuestra	1286	8/3/21			Oct-16	Dryco	
Palma Vista	266				Sep-20	Dryco	\$613,641
Calle Los Callados	1303				Sep-20	Dryco	
Canada Via	1043				Sep-20	Dryco	
El Centro	471				Sep-20	Dryco	
Verde Del Ciervo	210				Sep-20	Dryco	
Bella Vista	363				Sep-20	Dryco	
Calle Del Casarillo	250				Sep-20	Dryco	
Campo Pelota*	503				Sep-20	Dryco	
El Nido Ct	365				Sep-20	Dryco	
Club House	775				Sep-20	Dryco	
Alameda Diablo - Upper	3900				Apr-22	Dryco	\$339,828
Caballo Ranchero Dr	4420					County Rd	

Non DCSD Maintained Streets

Diablo Lakes	7 homes
Reisewitz Rd	5 homes
Road Behind 1817 Calle Arroyo	4 homes
Via Diablo	3 homes
Ranchitos del Sol	3 homes
El Nido Place	1 home
Mounty Diablo Scenic Blvd	

RESOLUTION NO. 2026-02

RESOLUTION OF THE DIABLO COMMUNITY SERVICES DISTRICT DIRECTING COUNTY AUDITOR TO LEVY VOTER-APPROVED PARCEL TAX (MEASURE B OF MARCH 2018)

WHEREAS, at an election held on March 6, 2018, the Diablo Community Services District (“District”) was successful in obtaining more than two-thirds voter approval to levy a qualified special tax known as Measure B (the “Tax”), as evidenced by the letter from the Contra Costa County Clerk dated March 14, 2018, containing the Certificate of Election Results; and

WHEREAS, the Tax set the initial rates for Improved Parcels, Unimproved Parcels, and the Diablo Country Club at \$662.26, \$128.06, and \$23,444.68, respectively; and

WHEREAS, the Tax allows for an annual inflation adjustment, and the District has calculated the rates for Fiscal Year 2026-2027 to be \$838.97, \$162.26, and \$29,699.04 for Improved Parcels, Unimproved Parcels, and the Diablo Country Club, respectively; and

WHEREAS, the District desires at this time to request that the Contra Costa County Auditor enter the Tax on the tax roll for collection and distribution by the Contra Costa County Tax Collector for Fiscal Year 2026-2027.

NOW, THEREFORE, BE IT RESOLVED as follows:

Section 1. **Recitals.** The foregoing recitals are true and correct.

Section 2. **Direction to County Auditor to Levy and Collect Tax for Fiscal Year 2026-2027.** The proceedings in connection with the March 6, 2018, tax election have been accomplished in accordance with law. As such, the Contra Costa County Auditor is hereby directed to include the Tax on the tax rolls for Fiscal Year 2026-2027 as follows: **\$838.97** for Improved Parcels, **\$162.26** for Unimproved Parcels, and **\$29,699.04** for the Diablo Country Club.

Section 3. **Not Special Benefit Assessment; No New Taxing Area.** The Tax is a special tax approved by more than two-thirds of the voters of the District voting on the measure, as authorized by California Constitution Article XIII A and California Government Code Section 50075. The procedures applicable to special benefit assessments, fees and charges set forth in California Constitution Article XIID do not apply to the Tax. In addition, the Tax shall be levied within the boundaries of the existing District. No new taxing area will be formed for the purposes of the levy of the Tax.

Section 4. **Actions to Facilitate Levy of Tax.** The President of the Board of Directors is hereby authorized to take, for each fiscal year following 2026-2027, any such further actions as may be required to facilitate the successful levy and collection of the Tax in the District including, but not limited to, each year providing the County Auditor with a list of parcels upon which the Tax shall be levied, and to respond to any further requests of the County Auditor with respect to such Tax.

Section 5. **Collection.** The Tax shall be collected in the same manner as ordinary ad valorem taxes are collected and shall be subject to the same penalties and the same procedure, sale and lien priority in case of delinquency as is provided for ad valorem taxes, and the County

Auditory is hereby authorized to deduct reasonable administrative costs incurred in collecting any such special tax.

Section 6. **Effective Date.** This Resolution shall take effect on and after its adoption.

* * * * *

The foregoing Resolution was adopted by the Board of Directors of the Diablo Community Services District on May 11, 2026.

Adopted by the following votes:

AYES:

NOES:

ABSENT:

ABSTAIN:

Matt Cox, President of the Board

Attest:

Kathy Torru, General Manager

**DIABLO COMMUNITY SERVICES DISTRICT
BOARD OF DIRECTORS
REGULAR MEETING MINUTES
DIABLO COUNTRY CLUB CURTOLA ROOM
MARCH 09, 2026, 6:00 P.M.**

CALL TO ORDER: President Cox called the meeting to order at 6:00 pm

ROLL CALL: Secretary Bonny called the roll as follows:

Directors present: Cox, Lorenz, Luecht, Slavonia, Bonny

Directors absent: None

OFFICIALS/STAFF IN ATTENDANCE:

Cameron Collins (Contra Costa County Liaison)

Deputy Candace Kukla (Contra Costa County Sheriff's Department)

Kathy Torru (General Manager)

President Cox welcomed Directors and the public and explained the rules for public comment.

PUBLIC COMMENTS:

Tony Geisler expressed concern about juveniles traveling at high speeds on e-vehicles in Diablo.

BOARD/STAFF COMMUNICATION AND ACTIONS:

ADMINISTRATIVE:

President Cox provided the Board and guests with an update on the infrastructure projects impacting Diablo residents.

The East Bay Municipal Utility District (EBMUD) water line replacement project began Monday, March 2nd, on Caballo Ranchero Dr and Caballo Ranchero Ct. This phase of the project is expected to take 3 months. The next phase of the project will impact Alameda Diablo (north of Caballo Ranchero Dr.), Avenida Nueva, Calle Arroyo, Calle Los Callados, Club House Rd., Diablo Rd., El Centro, La Cadena, Lower El Nido, and Ranchitos del Sol, and is expected to take 9 months. EBMUD and the District will notify residents as work progresses through each street. The project is scheduled to be completed by Spring 2027.

Contra Costa County, in partnership with Davidon Homes, is replacing the stop signs with a traffic signal and crosswalks at the intersection of Mt Diablo Scenic Blvd and Diablo Road. Construction is scheduled to begin on March 16 and last through the end of May. Drivers can expect traffic delays.

The Town of Danville, in partnership with Goodfellow Bros, is constructing an 8-foot-wide pedestrian and cyclist trail (Trail Project) on the south side of Diablo Road between Fairway Drive and Magee Preserve. The tree removal and drainage work in preparation for the Trail Project along Diablo Road between Clydesdale Drive and Avenida Nueva will take place between March 9 and March 27. Drivers can expect traffic delays. The Trail Project will pick up again this summer and continue through November 2026.

The DCSD, in partnership with Brixco Construction, performed several asphalt repairs on Avenida Nueva, Alameda Diablo, El Nido, and Calle Arroyo on March 9. A speedhump was added at 2072

Alameda Diablo, and a speedhump was removed at 1903 Alameda Diablo.

FINANCES:

Vice President Lorenz presented the District's 2025 State Financial Transaction Report filed with the State Controller's Office. The Report is available on the District's website.

Vice President announced that the District's Draft FY 2027 Budget and the FY 2027 Measure B Special Tax Rates will be presented at the May 11 Board meeting. At the June 8 Board meeting, the Final Budget for FY 2027 will be presented for adoption.

SECURITY:

Director Slavonia provided a security update.

General Manager Torru reported that the purchase and use of the LiDar speed gun has been paused until further research is conducted. Director Lorenz asked that the research occur before the next meeting.

GENERAL MANAGER:

General Manager Torru presented a list of District activities since the last meeting.

CONSENT CALENDAR:

On motion by President Cox and second by Director Lorenz, the February 9, 2026, Regular Meeting minutes were approved. Motion passed 5-0.

REPORTS:

CONTRA COSTA COUNTY:

Cameron Collins reported that the signalization of the Mt. Diablo Scenic Blvd – Diablo Road intersection project will begin next Monday, March 16, and is expected to take 12 weeks.

DIABLO COUNTRY CLUB: No Report

DIRECTOR COMMENTS: None

FUTURE AGENDA ITEMS:

President Cox reported that the FY 2027 Budget, the FY 2027 Measure B Special Tax Rates, and the FY 2027 Financial Audit Proposal will be discussed at the May 11 Board meeting.

CALL OF NEXT MEETING/ADJOURNMENT:

President Cox called the next meeting for April 13, 2026, at 6:00 pm at Diablo Country Club. There being no further business, the meeting was adjourned at 6:25 p.m.

Diablo Community Services District by

Kathy Torru, General Manager