

RESOLUTION NO. 2014-13

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
LOS OSOS COMMUNITY SERVICES DISTRICT
APPROVING AN INTERFUND LOAN FROM THE DISTRICT'S WATER FUND TO THE VISTA DE ORO
FUND TO COVER OPERATING DEFICITS FOR FY 2012/2013, 2013/2014 AND 2014/2015**

WHEREAS, the Board of Directors of the Los Osos Community Services District (District) acknowledges due to the successful for stalling of a rate increase to cover on-going operating cost increases by the seventy-three residents in Vista de Oro revenues due not equal operating costs (expenses); and

WHEREAS, the Board of Directors recognizes that standard governmental accounting procedures require that governmental expenses balance with revenues; and

WHEREAS, the Board of Directors know that unrestricted Reserves may be used to support an interfund loan; and

WHEREAS, the Board of Directors hereby finds that there are sufficient reserves in the Water Fund to accommodate an interfund loan to cover operating expenses.

NOW THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED by the Board of Directors of the Los Osos Community Services District as follows:

1. An interfund loan from the Water Fund to Vista de Oro is approved in the amount not to exceed \$30,000.
2. The interfund loan is approved subject to the terms of the agreement incorporated herein as Exhibit A.

On the motion of Director _____, seconded by Director _____
and on the following roll call vote, to wit:

AYES: _____
NOES: _____
ABSENT: _____
CONFLICTS: _____

The foregoing resolution is hereby passed, approved and adopted by the Board of Directors of the Los Osos Community Services District this 3rd day of July, 2014.

Craig V. Baltimore
President, Board of Directors
Los Osos Community Services District

ATTEST:

APPROVED AS TO FORM:

Kathy A. Kivley
General Manager and Secretary to the Board

Michael W. Seitz
District Legal Counsel