

RESOLUTION NO. 13-14

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE GROVELAND COMMUNITY SERVICES DISTRICT (THE "DISTRICT") AUTHORIZING THE INTERFUND BORROWING AND TRANSFER OF \$500,000.00 FROM THE GENERAL FUND OF THE DISTRICT TO THE WATER FUND OF THE DISTRICT, AUTHORIZING AND DIRECTING EXECUTION OF A PROMISSORY NOTE AND AN INTER-FUND TRANSFER AGREEMENT, AND PROVIDING FOR OTHER MATTERS PROPERLY RELATING THERETO

WHEREAS, the Groveland Community Services District (the "District") is a community services district duly organized and validly existing under and by virtue of the Constitution and laws of the State of California; and

WHEREAS, the District has entered into that certain Funding Agreement with the California State Water Resources Control Board, under Project Number 5510009-001C, and pursuant to the Safe Drinking Water State Revolving Fund Law of 1997, (the "Funding Agreement") for the purpose of funding the "Project" as defined in the Funding Agreement, including the acquisition, construction and installation of a water filtration plant; and

WHEREAS, the District requires a short term transfer of funds in the amount of \$500,000.00 from its General Account to its Water Account to make advance payments for Project expenses, with such funds to be reimbursed to the District when the Project is completed from grant funds pursuant to the Funding Agreement; and

WHEREAS, to accomplish and properly document the transfer of funds from the District's General Account to the District's Water Account, the District has prepared for execution an Inter-Fund Promissory Note (the "Note"), and an Inter-Fund Transfer Agreement (the "Inter-Fund Transfer Agreement") (together the "Inter-Fund Transfer Documents," constituting the "Inter-Fund Transfer Transaction"); and

WHEREAS, the District has duly considered the Inter-Fund Transfer Transaction, and wishes at this time to approve said transaction in the public interests of the District.

NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED BY THE GROVELAND COMMUNITY SERVICES DISTRICT AS FOLLOWS:

Section 1. Approval of the Inter-Fund Transfer Transaction. The findings set forth in the recitals hereof are true and correct. The District hereby approves the Inter-Fund Transfer Transaction, approves the Inter-Fund Transfer Documents in substantially the form on file with the Secretary, together with any additions thereto, changes therein, or additional documentation deemed necessary or advisable by the President, the Vice President or the General Manager, or their authorized representatives (collectively, the "Authorized Officers"), upon consultation with District Counsel, and authorizes the execution, delivery, and performance of the Inter-Fund Transfer Documents by any of the Authorized Officers for the purposes hereinbefore described.

Section 2. Transfer of Funds. Upon execution and delivery of the Inter-Fund Transfer Documents the District hereby authorizes the transfer of \$500,000.00 from the District's General Account to the District's Water Account for the purposes hereinbefore described.

Section 3. Official Action. The officers and staff of the District are hereby authorized and directed, for and in the name and on behalf of the District, to do any and all things and take any and all actions, which they, or any of them, may deem necessary or advisable in order to consummate the Inter-Fund Transfer Transaction.

Section 4. Effective Date. This Resolution shall take effect immediately upon adoption.

PASSED, APPROVED AND ADOPTED this 22nd day of September, 2014, by the following vote:

AYES: Directors Swan, Wemmer, Perreira, & Carter

NOES:

ABSENT: Director Armstrong

ABSTAIN:

**GROVELAND COMMUNITY SERVICES
DISTRICT**



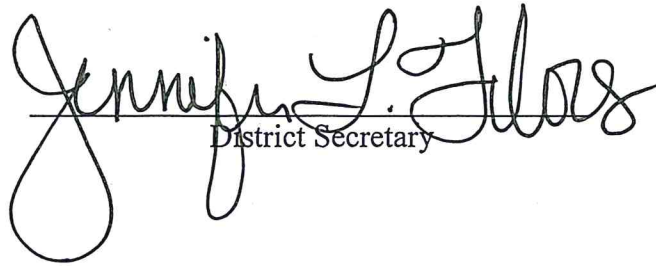
President

ATTESTED:



District Secretary

I hereby certify that the above Resolution No.13-14 was duly introduced, read and adopted by the District at a regular meeting held on September 22, 2014.


District Secretary