

LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT

RESOLUTION NO. 11

RESOLUTION OF THE BOARD OF DIRECTORS OF THE
LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT
URGING THE PUBLIC UTILITIES COMMISSION TO
APPROVE THE APPLICATION TO TRANSFER OWNER-
SHIP OF THE ASSETS OF THE ARROWHEAD UTILITY
COMPANY TO THE LAKE ARROWHEAD COMMUNITY
SERVICES DISTRICT

WHEREAS, the Lake Arrowhead Community Services District was formed on March 16, 1978 for the sole purpose of acquiring and operating the water works system serving the Lake Arrowhead Community; and

WHEREAS, such formation and purpose achieved the overwhelming support of the electorate as evidenced by the over 90% voter approval; and

WHEREAS, negotiations have been concluded with the Lake Arrowhead Utility Company which will allow the purchase of the system at a price making possible a 15% reduction in current water rates; and

WHEREAS, the revenues of the system are subject to considerable seasonal fluctuation, with maximum revenues occurring during the summer months, and such maximum revenues are needed to satisfy the cash flow required of the revenue bonds proposed to be issued to acquire the system;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Lake Arrowhead Community Services District that the Public Utilities Commission is hereby requested to act favorably and with all possible speed to approve the transfer of assets from the Utility Company to the District.

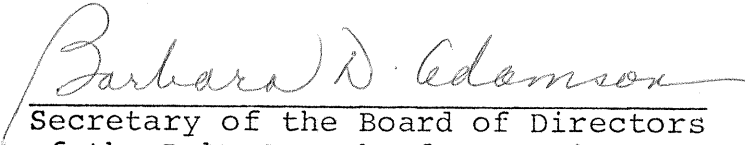
PASSED AND ADOPTED this 9th day of June, 1978, by the following vote:

AYES: Directors Furness, Leo, Pearce, Vernon, Wagner

NOES: None

ABSENT: None

I do hereby attest that the foregoing Resolution No. 11 was adopted by the Board of Directors of the Lake Arrowhead Community Services District at its June 9, 1978, meeting.


Secretary of the Board of Directors
of the Lake Arrowhead Community
Services District