



LAKE SHASTINA COMMUNITY SERVICES DISTRICT

RESOLUTION 4-04

A RESOLUTION OF THE LAKE SHASTINA COMMUNITY SERVICES DISTRICT BOARD OF DIRECTORS AUTHORIZING A LONG TERM LOAN BY SEWER FUND TO PARTIALLY FINANCE THE PURCHASE OF A NEW PIERCE FIRE ENGINE

WHEREAS, by District Ordinance 1-91, an ongoing special tax was approved by the voters and has been levied for fire protection and emergency vehicles; and

WHEREAS, the need to replace fire department 1996 engine 3140 with a new state of the art fire engine so volunteers that hold a Class C driver's license may respond; and

WHEREAS, on May 19, 2004, the District Board, by unanimous vote, approved the purchase of a new quick response Pierce fire engine at a cost not to exceed \$170,000.00; and

WHEREAS, the fire department will pay \$50,000.00 down payment on the fire engine from fire reserve funds; and

WHEREAS, the balance of \$120,000.00 plus interest will be financed by the Sewer Fund from July 1, 2004 through July 1, 2014. Interest will be charged annually on July 1st on the unpaid balance at a variable interest rate equal to the Local Agency Investment Fund (LAIF) rate reported to the District each quarter plus .2%; and

WHEREAS, the District's Sewer Fund has sufficient reserves to not only cover near future major repairs and replacement of pumping stations but also invest in long term investments; and

WHEREAS, the loan will be for a period of ten years with semi-annual payments due from the fire department on July 1st of each year in the amount of \$6,952.50. These funds to be included in the fire department operational budget every year until paid.

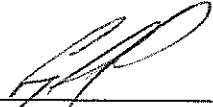
NOW THEREFORE BE IT RESOLVED: The Board of Directors of the Lake Shastina Community Services District hereby authorized the intra-district financing of the purchase of a new Pierce Fire Engine by having the Sewer Fund loan the Fire Fund up to \$120,000.00 for a term up to ten (10) years at a variable interest rate equal to the Local Agency Investment Fund (LAIF) rate reported to the district each quarter plus 0.2%; and

BE IT FURTHER RESOLVED, that said semi-annual payment by the Fire Fund to the Sewer Fund shall be at least \$6,952.50 including interest with said payment being made on or about the 25th of the month to coincide with LAIF quarterly rate that is promulgated, in writing, from the California Office of the Treasurer; and

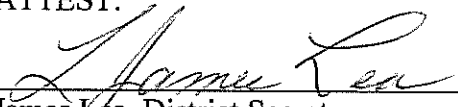
BE IT FURTHER RESOLVED, that there shall be no penalty for prepayment of loan at any time during the authorized ten (10) year term.

I hereby certify that the forgoing is a full, true and correct copy of Resolution 4-04 duly passed and adopted by the Board of Directors of the Lake Shastina Community Services District, Siskiyou County, California, at a meeting thereof duly held on the 19th of May 2004, by the following vote:

AYES: Directors Dean, Dilley, Negro and Roths
NOES: None
ABSENT: Director Brezinsky
ABSTAIN: None



Craig Dilley, President

ATTEST:


James Lea, District Secretary

- ✓ G. Approval of purchase of new Pierce Fire Engine – **Received and Filed**: FC Montreuil requested the Board approve the purchase of a new Pierce Fire Engine by utilizing \$50,000.00 from the Fire Dept. Reserves with the remainder to be financed by the Sewer Dept. through a 10-year loan. Total amount of new Fire Engine not-to-exceed \$170,000.00.

Motion by Dir. Negro second by Dir. Dean to approve purchase of new Pierce Fire Engine, not to exceed \$170,000.00 (\$50,000.00 from Fire Dept. reserves and balance to be financed by Sewer Dept.).

Ayes: Directors Dean, Dilley, Negro and Roths

Noes: None

Absent: Director Brezinsky

1. Approval of Resolution 4-04: finance of new Pierce Fire Engine

Motion by Dir. Negro second by Dir. Roths to approve waiving reading Resolution 4-04 in its entirety.

Ayes: Directors Dean, Dilley, Negro and Roths

Noes: None

Absent: Director Brezinsky

Motion by Dir. Negro second by Dir. Dean to approve Resolution 4-04: finance of new Pierce Fire Engine.

Ayes: Directors Dean, Dilley, Negro and Roths

Noes: None

Absent: Director Brezinsky

Item 10. NEW BUSINESS:

- A. Approval of Byrd/Hall Memorial Bench – **Received and Filed**: Pres. Dilley reported that the Siskiyou Opportunity Center donated a bench and plaque in memory of Charles Byrd and Eric Hall. Pres. Dilley directed GM Lea to determine the best location to accommodate the bench.

Motion by Dir. Dean second by Dir. Negro to accept the Siskiyou Opportunity Center donation of a bench and plaque in memory of Charles Byrd and Eric Hall; GM Lea to determine location.

Ayes: Directors Dean, Dilley, Negro and Roths

Noes: None

Absent: Director Brezinsky

- B. Road Improvement: Hogan Drive and Big Springs Road: Item removed from Agenda.

- C. KRCCR use of Stag Mountain: expired agreement re: receiver/transmitter: GM Lea reported that the receiver/transmitter agreement has expired for KRCCR for use of Stag Mountain. KRCCR is looking into using the same pole that will be used by US Cellular. GM Lea will report back to Board.

- D. Approval of Kyocera Copier Maintenance Agreement Renewal 2004/2005 – **Received and Filed**:
1. Police Dept. 5/04–5/05 – same rates (\$36.00 per month, \$.0154 per copy)

Motion by Dir. Negro second by Dir. Roths to approve annual maintenance agreement renewal for the Police Dept. Kyocera Copier.

Ayes: Directors Dean, Dilley, Negro and Roths

Noes: None

Absent: Director Brezinsky

- E. Approval of Aiello, Goodrich & Teuscher (AGT), CPA Engagement Letter: 6/30/04 Audit – **Received and Filed**

Motion by Dir. Negro second by Dir. Roths to approve signing Aiello, Goodrich & Teuscher (AGT), CPA firm engagement letter for audits on years ending June 30, 2004, 2005 and 2006.

Ayes: Directors Dean, Dilley, Negro and Roths

Noes: None

Absent: Director Brezinsky