

RESOLUTION 13-07

**RESOLUTION OF THE BOARD OF DIRECTORS OF
IRONHOUSE SANITARY DISTRICT
ESTABLISHING A RESTRICTED FINANCIAL RESERVES AND
UNRESTRICTED DESIGNATED FINANCIAL RESERVES POLICIES**

WHEREAS, the Finance Committee (“Finance Committee”) of Ironhouse Sanitary District, a California Sanitary District (“ISD”), has reviewed, analyzed and extensively discussed various materials, including the California Special Districts Association publication: Special District Reserve Guidelines, Second Edition, 2013, concerning the establishment of polices pertaining to ISD’s financial reserves;

WHEREAS, the Finance Committee has consulted with and interviewed several persons who are knowledgeable in the area of Special District finance;

WHEREAS, the Finance Committee has prepared for the consideration of the ISD Board of Directors the following policies:

- (a) Restricted Financial Reserves, and
- (b) Unrestricted Designated Financial Reserves, attached hereto and incorporated by references as Exhibits A and B, respectively.

WHEREAS, the Finance Committee recommends that the Board adopt and establish the Restricted Financial Reserves and Unrestricted Designated Financial Reserves Policies set forth in Exhibits A and B; and

WHEREAS, the Board at its meeting held on October 1, 2013 deliberated on, considered and received public comments on Exhibits A and B.

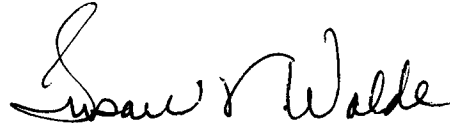
NOW THEREFORE BE IT RESOLVED by the Board of Directors of the ISD that Exhibits A and B shall be adopted as ISD Policy.

I hereby certify that the foregoing is a true and complete copy of a resolution duly and regularly adopted by the Board of Directors of IRONHOUSE SANITARY DISTRICT at a regular meeting of said Board held on the first day of October 2013 by the following vote:

AYES, and in favor thereof, Members: D. Contreras, D. Huerta, M. Painter and D. Scheer

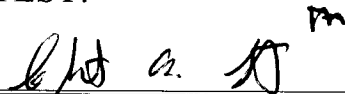
NOES, Members: None

ABSENT, Members: C. Lauritzen



Secretary
(SEAL)

ATTEST:



President