

Resolution # 2011-3

**Resolution of the Board of the Irish Beach Water District
Revising and Updating Asset Listings, Assessment Fees, and Operating Reserves for Inflation and
Operating/Maintenance Activities**

WHEREAS, the Irish Beach Water District must periodically adjust asset listings, Operating reserves, and Assessment fees for inflation, new equipment installations, and replacement activities.

WHEREAS, the voter approved Assessment, page 12, paragraph titled “Annual Adjustment for Inflation.” states that each year the assessment will be adjusted for inflation and such adjustment shall be tied to the annual change reflected in the January Engineering News Record Construction Cost Index 20 Cities Average (ENR-CCI), not to exceed 3%. If the ENR-CCI exceeds 3%, the excess must be carried over to the next year. Any increases in the ENR-CCI in excess of the 3% limit accumulate and are to be available for application in succeeding years. The January 2011 ENR-CCI is 2.3% (Ref: <http://www.enr.com>) and is under the 3% maximum. However, 0.7% deficit of 3.0% will be subtracted from the previous carryover of 6.94% making a current carryover of 6.24%.

WHEREAS, Irish beach Water District Resolution 2002-08 was considered and adopted by the Directors of the Irish Beach Water District at their regular meeting held November 9, 2002 established operating reserves and committed to adjust them for any changes to District assets and inflation in the same manner as the voter approved Assessment.

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of the Irish Beach Water District, approves the update of asset listings, adjustment of Assessment fees, and operating reserves by the annual change reflected in the January 2011 ENR-CCI of 2.3% + 0.70% carry over (not to exceed 3%). Said updates to assets and adjustments for inflation are reflected in:

- Attachment 1 - Summary of Assessment Fees and Operating Reserves Adjustment Calculations
- Attachment 2 - System-wide Capital Improvements to be Recovered by Assessment (Adjusted)
- Attachment 3 - \geq 40yr Asset Listing for Capital Replacement Assessment Reserve Account (Updated and Adjusted)
- Attachment 4 - Mallo Pass Capital Improvements To be Recovered by Assessment (Adjusted)
- Attachment 5 - $<$ 40yr Asset Listing for Capital Replacement Operational Reserve Account (Updated and Adjusted)

The foregoing Resolution No. 2011-3 was considered and adopted by the Directors of the Irish Beach Water District at their special meeting held November 5, 2011 by the following vote:

Ayes: Poling, Murray, Harley, Jassowski

Noes:

Abstain:

Absent:

Dated: ___05-Nov-2011___

*Director Jassowski
President*

*Attest: Annette Fromwiller
Secretary of the Board*