

Resolution No 19-2

Resolution of the Johnsville Public Utility District Board of Directors
Adoption of a Five-Year Budget Plan

The Johnsville Public Utility District Board of Directors does hereby resolve as follows:

PURSUANT TO CALIFORNIA CIVIL CODE, TITLE 5, CHAPTER 4, ARTICLE 10, LOCAL FILING OF FINANCIAL REPORTS, SECTION 53901

The Johnsville Public Utility District hereby adopts a Five-Year Capital Improvement Plan. Pursuant to Section 53901 the Johnsville Public Utility District has filed its budget 60 Days after the beginning of the fiscal year with Plumas County on a timely basis, and it will continue to do so. Plumas County has held such budget for the purpose of assessing and/or taxing our district. The budget lists anticipated revenues, together with expenditures and expenses for the fiscal year in progress. This budget is held on file for public inspection at all reasonable hours.

Likewise, pursuant to the formation of Local Agency Formation Commission (LAFCO) it is recognized LAFCO has special powers. In 1994 LAFCO was given the authority to initiate proposals involving district consolidation, dissolution, subsidiary district establishment, merger, and reorganization.

The consolidation and dissolutions of districts is notable There is an economic reason for maintaining district integrity. Specifically, some tax receipts collected by Plumas County pass directly through to our district which have a direct impact on our budget. These revenues increase our gross revenues listed in the Five-Year Budget Plan. The Johnsville Public Utility District wants to protect its status by demonstrating fiscal responsibility above and beyond the minimum standards set in Section 53901.

Lacking further guidance, the Johnsville Public Utility District Board of Directors recognizes the importance of the finding of the Plumas County Municipal Service Review (MSR) (final) adopted August 14,2017. In 2017 LAFCO's MSR noted the Johnsville Public Utility District lacked a Five - Year Budget Plan.

WHEREAS, the Board of Directors finds, determines and declares as follows:

- (1) The Johnsville Public Utility District is the water purveyor for Plumas Eureka State Park, the townsite of Johnsville, and The Iron Door Restaurant a commercial enterprise located in Plumas County, California.
- (2) The mission of the Johnsville Public Utility District is to provide high quality, reliable, and safe water services for consumption and fire protection to all customers at all times at reasonable rates.

(3) The Johnsville Public Utility District strives to increase awareness, accessibility, and transparency of the Johnsville Public Utility District in regards its mission and operations by establishing a district website on or before January 1, 2020 that will provide access to the Five-Year five -Year Budget Plan.

(4) User rates and county taxes are a primary source s of revenues for the Johnsville Public Utility District.

Now, Therefore Be it Resolved that, the Johnsville Public Utility District Board of Directors hereby finds, determines, declares and concludes the necessity of a Five- Year Budget Plan which will be updated annually.

In regards, the administration of the Five- Year Budget Plan the board establishes guidelines for managing financial reserves, best practice procedures for determining adequate reserves, and minimum standards for identifying revenue sources, budgeted revenues, budgeted expenses, actual expenses, and deviations in order to supply water at a reasonable and justifiable price.

FURTHERMORE, the Board of Directors shall periodically conduct proceedings to determine a need for additional revenues, financing, restrictions and regulations which may be necessary to safeguard the financial stability of the Johnsville Public Utility District and its mission to provide high quality, reliable, and safe water services for consumption and fire protection to all customers at all times at reasonable rates.

Passed, approved and adopted this _____ day of _____, _____ by the following votes:

Ayes:

Nays:

Absent:

Attest:

David A. Piepho, Chairman
Johnsville Public Utility District

Secretary of Board of Directors