

RESOLUTION OF THE BOARD OF DIRECTORS OF CAYUCOS FIRE PROTECTION DISTRICT, COUNTY OF SAN LUIS OBISPO TO APPROVE AN AGREEMENT FOR A REVOLVING LINE OF CREDIT WITH THE COUNTY OF SAN LUIS OBISPO TO FUND AN AMADOR AGREEMENT WITH CAL FIRE DURING THIS 2012-2013 NON-FIRE SEASON

RESOLUTION NO. 13-01

The following resolution is hereby offered and read:

WHEREAS, Cayucos Fire Protection District, has need to borrow funds to cover the cost of a 2012-2013 Amador Agreement for the 2012/2013 non-fire season; which provides additional fire protection and prevention services within said district; and

WHEREAS, Cayucos Fire Protection District will enter into an Agreement for Distribution of the Cayucos Fire Protection District Special Tax and the Property Tax levied upon residents of the District, to satisfy repayment to the County on an efficient and timely basis while at the same time ensuring that fire protection and emergency medical services are provided without interruption to the residents of Cayucos Fire Protection District.

WHEREAS, Cayucos Fire Protection District will sign a Revolving Line of Credit Agreement with the County of San Luis Obispo outlining the specific terms of the agreement; including a Promissory Note for an amount of \$250,000 or the aggregated unpaid principal amount of all advances made pursuant to the terms stated in the Revolving Line of Credit Agreement.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Cayucos Fire Protection District that said board does hereby approved of the Distribution Agreement and the Revolving line of credit agreement as reviewed by the District's Attorney that will enable the District to borrow up to \$250,000 to offset the funding of an Amador Agreement with CAL Fire for the 2012-2013 non-fire season.

BE IT FURTHER RESOLVED that the Cayucos Fire Protection District hereby authorizes Bill Shea to sign the afore mentioned Agreements and a Promissory Note to the County of San Luis Obispo on behalf of the Cayucos Fire Protection District.

On motion of Director: Bob Dufosse second by Director: Chris Pope, and on the following roll call vote to-wit:

AYES: 3
NOES: 0
ABSENT: 0

The foregoing resolution is hereby adopted, this 7th day of February, 2013

[Signature]
Chairperson, Board of Directors

[Signature]
Secretary of the Board of Directors