

OLIVEHURST PUBLIC UTILITY DISTRICT

RESOLUTION NO. 2246

**RESOLUTION OF THE BOARD OF DIRECTORS OF
OLIVEHURST PUBLIC UTILITY DISTRICT
TO ESTABLISH PRIORITIES FOR ALLOCATION OF WATER/SEWER CAPACITY
IN ACCORDANCE WITH CALIFORNIA GOVERNMENT CODE SECTION 65589.7**

WHEREAS, California Government Code Section 65589.7 requires the establishment of priorities for the provision of services to proposed developments that include housing units affordable to lower income households; and,

WHEREAS, California Government Code Section 65589.7 further requires written policies and procedures establishing specific objective standards for the provision of services to proposed developments that include housing units affordable to lower income households. These written policies and procedures must be updated every five years; and,

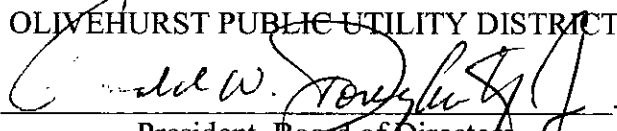
WHEREAS, the Olivehurst Public Utility District is a public agency providing water and sewer services as described in California Government Code Section 65589.7; and,

WHEREAS, the Olivehurst Public Utility District adopted Resolution 1133 in February, 1995 to address the requirements of California Government Code Section 65589.7.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Olivehurst Public Utility District that Resolution 1133 is hereby superseded.

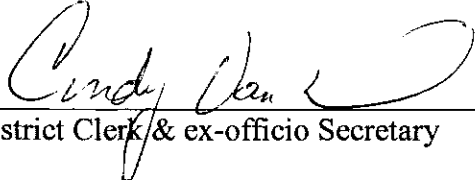
BE IT FURTHER RESOLVED that the Olivehurst Public Utility District establishes the priorities and objectives contained in Exhibit A for the provision of water and sewer services.

PASSED AND ADOPTED THIS 21st DAY OF JULY 2011.

OLIVEHURST PUBLIC UTILITY DISTRICT


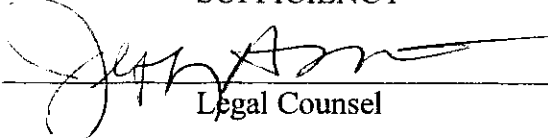
President, Board of Directors
Olivehurst Public Utility District

ATTEST:



District Clerk & ex-officio Secretary

APPROVE AS TO FORM AND LEGAL
SUFFICIENCY



Legal Counsel

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I hereby certify that the foregoing is a full, true, and correct copy of an Ordinance duly adopted and passed by the Board of Directors of the Olivehurst Public Utility District, Yuba County, California, at a meeting thereof held on the 21st day of July 2011, by the following vote:

AYES, AND IN FAVOR THEREOF : Director Phinney, Carpenter, Bradford,
Morrison, and Dougherty.

NOES : None.

ABSTAIN : None.

ABSENT : None.

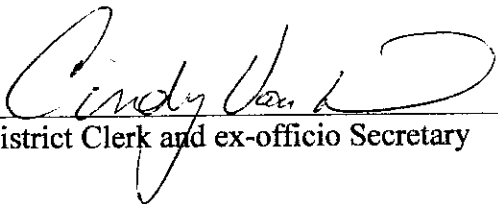

District Clerk and ex-officio Secretary

EXHIBIT "A"

1. In allocating available drinking water, wastewater treatment and sewage collection system capacity, the Olivehurst Public Utility District (the District) shall apply the following priorities in descending order:
 - a. Continued service to existing water / sewer connections and customers
 - b. Existing commitments contained in development agreements and described in applicable District Master Plans.
 - c. Housing developments that include housing units affordable to lower income households in accordance with California Government Code Section 65589.7
 - d. New development on existing in-fill, developable parcels in the District.
 - e. Other new development projects.

2. In allocating capacity the District shall comply with to the following objective:
 - a. The District shall not deny or condition the approval of an application for services to, or reduce the amount of services applied for by, a proposed development that includes housing units affordable to lower income households unless the District makes a specific written finding that the denial is necessary due to one or more of the criteria delineated in California Government Code Section 65589.7 (c) (1-5).