

M E M O

TO: Board of Directors

FROM: District Manager

SUBJECT: AUTHORIZATION FOR ACCEPTANCE FO GRANT
DEEDS RELATIVE TO THE ACQUISITION OF
CALIFORNIA AMERICAN WATER COMPANY FELTON
DISTRICT

DATE: July 11, 2008

RECOMMENDATION:

It is recommended that the Board of Directors review this memo and approve the attached resolution which authorizes the District Manager to accept, on behalf of the District, any and all grant deeds relative to the Settlement Agreement dated May 27, 2008 by and between San Lorenzo Valley Water District and California American Water Company.

BACKGROUND:

On June 5, 2008 your Board approved the Settlement Agreement dated May 27, 2008 by and between the District and California American Water Company (Cal-Am) relative to acquisition of their Felton Water District. As part of the Settlement Agreement Cal-Am will be transferring various real property and rights-of-way to the District by grant deed. The attached resolution authorizes the District Manager to accept said grant deeds on behalf of the District. This resolution is necessary to record the documents.

RECOMMENDATION:

It is recommended that the Board of Directors review this memo and approve the attached resolution which authorizes the District Manager to accept, on behalf of the District, any and all grant deeds relative to the Settlement Agreement dated May 27, 2008 by and between San Lorenzo Valley Water District and California American Water Company.

James A. Mueller
District Manager

JAM/bsb

SAN LORENZO VALLEY WATER DISTRICT

RESOLUTION NO. xx (08-09)

**SUBJECT: AUTHORIZATION FOR ACCEPTANCE OF GRANT DEEDS
RELATIVE TO THE ACQUISITION OF THE CALIFORNIA
AMERICAN WATER COMPANY FELTON DISTRICT**

WHEREAS, California American Water Company is the owner of certain real property generally known as the Felton District; and

WHEREAS, California American Water Company currently holds title to certain operating and non-operating real property and rights-of-way relative to the Felton District; and

WHEREAS, the San Lorenzo Valley Water District and California American Water Company executed a Settlement Agreement dated May 27, 2008 relative to the District's acquisition of the Felton District; and

WHEREAS, said Settlement Agreement provides that the District shall acquire all operating and non-operating assets of the Felton District; and

WHEREAS, on June 5, 2008 the Board of Directors of San Lorenzo Valley Water District approved said Settlement Agreement; and

WHEREAS, certain operating and/or non-operating assets of the California American Water Company Felton District will transferred to the District by grant deed.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the San Lorenzo Valley Water District that the District hereby agrees to accept any and all grant deeds associated with the District's acquisition of the California American Water Company Felton District. Further, be it resolved that the District Manager, or his duly authorized representative, is hereby authorized and directed to accept any and all said grant deeds, to carry out all necessary actions to accomplish said task, and to record said grant deeds on behalf of and for the benefit of San Lorenzo Valley Water District.

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PASSED AND ADOPTED by the Board of Directors of the San Lorenzo Valley Water District, County of Santa Cruz, State of California, on the 17th day of July 2008, by the following vote of the members thereof:

AYES:
NOES:
ABSTAIN:
ABSENT:

Brandon Barchi, District Secretary
San Lorenzo Valley Water District