

RESOLUTION 98-2

**RESOLUTION OF THE CHINO BASIN WATERMASTER REGARDING
ITS ZERO BALANCE ACCOUNTS**

BE IT RESOLVED that the Chino Basin Watermaster authorizes the Bank of America National Trust and Savings Association (Bank) to debit its concentration account with said Bank for all overdrafts created by its divisions and subsidiaries in checking accounts commonly known as "Zero Balance Accounts" and to transfer any and all positive balances in the Zero Balance Accounts to the concentration account automatically; and

BE IT FURTHER RESOLVED that the foregoing assumption of liability on the part of Chino Basin Watermaster shall be limited to checks and drafts as shall normally be debited to a checking account; and

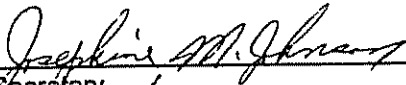
BE IT FURTHER RESOLVED that the Chino Basin Watermaster shall at all times maintain sufficient balances in the concentration account to offset the aggregate dollar amount of checks paid against these "Zero Balance Accounts".

NOW, THEREFORE BE IT FURTHER RESOLVED that upon the effective date of this Resolution, Resolution 97-10 is hereby rescinded in its entirety.

ADOPTED this 5th day of March, 1998.


Chairman
Chino Basin Watermaster

ATTEST:


Secretary
Chino Basin Watermaster

STATE OF CALIFORNIA)
) SS
COUNTY OF SAN BERNARDINO)

I, JOSEPHINE M. JOHNSON, Secretary of the Chino Basin Watermaster, DO HEREBY CERTIFY that the foregoing Resolution being No. 98-2, was adopted at a regular meeting of the Chino Basin Watermaster Board by the following vote:

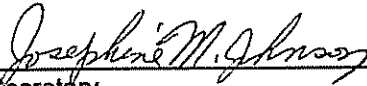
AYES: NEUFELD, KRUEGER, JOHNSON, ARBELBIDE, CATLIN, HOFER, SCHROEDER, SKROPOS, VANDEN HEUVEL

NOES: NONE

ABSENT: NONE

ABSTAIN: NONE

CHINO BASIN WATERMASTER


Secretary