

EXHIBIT “B”

LIST OF AUTHORIZED FACILITIES

The Authorized Facilities to be financed by Casitas Municipal Water District Community Facilities District No. 2013-1 (Ojai) include both of the following:

1. All costs incurred by the District to acquire the real, personal, and intangible property and property rights owned or held by the Golden State Water Company, any of its affiliate(s), and any third parties or entities (collectively, “Golden State Water”) in, to, and with respect to the water utility owned and operated by Golden State in Golden State Water Ojai Service Area, whether or not said property is physically located within the Golden State Water Ojai Service Area. Said costs shall include, without limitation and to the maximum extent permitted by applicable law, including the Act, the following costs, whether such costs are incurred prior or subsequent to the adoption of this Resolution of Intention: (1) the District’s costs incurred with respect to analyzing the feasibility of the Golden State Water acquisition, the formation of the CFD, the issuance and sale of CFD bonds, and the proceedings to be initiated by the District for acquisition of the real, personal, and intangible property of Golden State Water in and with respect to the Golden State Water Ojai Service Area; and (2) the District’s consultant costs, CFD election-related costs, legal costs, appraisal and expert witness fees, litigation expenses incurred with respect to any eminent domain action or related proceedings that may hereafter be initiated by the District for such acquisition, the amount of just compensation paid to Golden State Water (including without limitation the fair market value for the property taken, severance damages, if any, costs for loss of business goodwill, if any, relocation expenses, if any, pre-condemnation damages, interest, property taxes, and litigation expenses payable to Golden State Water, and any other payments of any type or nature, whether paid pursuant to negotiated agreement, settlement, judgment, or other court order), and, if for whatever reason, any eminent domain action initiated by the District is dismissed or abandoned (including, without limitation due to a judicial determination that the District does not have the legal right to take the Golden State Water property or due to the District Board’s determination that the amount of just compensation awarded to Golden State Water exceeds the amount the District can responsibly pay for Golden State Water’s property) the damages payable to Golden State Water pursuant to California Code of Civil Procedure Sections 1268.510 and 1268.610 *et seq.*

2. Assuming the District does in fact acquire the property described in Paragraph 1, the District’s costs incurred to plan, design, engineer, finance, supervise, construct and install, inspect, and obtain necessary permits for the purchase, construction, improvement, or rehabilitation of any real or other tangible property or facilities with an estimated useful life of five years or longer which property or facilities the District determines are necessary or appropriate to provide water utility services in the Golden State Water Ojai Service Area and which property or facilities the District determines either (i) are of primary benefit to the property owners, residents, businesses, and other persons and entities within the Golden State Water Ojai Service Area or (ii) if the District’s Board determines that said property or facilities benefit the property owners, residents, businesses, and other persons and entities within the Golden State Water Ojai Service Area but are not of *primary* benefit to such persons or entities, the portion of the District’s costs for said property and facilities that the District’s Board reasonably determines does not exceed such persons’ or entities’ fair share contribution therefor.