CONTRACT EXTENSION FOR TEMPORARY GENERAL MANAGER

Whereas, the Board of Directors has approved a temporary General Manager Employment Contract, employing Margaret Falkner as Temporary General Manager; and

Whereas, the contract term cited in that contract in Section 3 states as follows:

A. This Contract shall take effect on Monday, December 7, 2015 ("Effective Date"), and shall remain in effect until the first of the following to occur:

1. One week after the permanent or Interim District General Manager starts employment with the District; or

2. January 31, 2016 ("Termination Date").

Whereas, the parties have agreed to extend the contract term set forth in Section 3.2 of the Employment Contract for the Temporary General Manager to February 12, 2016.

Now Therefore, the parties to the contract being the Los Osos Community Services District on one hand and Margaret Falkner on the other, agree to extend such term to February 12, 2016. All other terms of the Contract remain in full force and effect.

In Witness Thereof, District and Temporary General Manager have executed this Contract on the day and year first set forth below.

Margaret Falkner Temporary General Manager Date

Approved by District Board of Directors

Marshall E. Ochylski President, Board of Directors Los Osos Community Services District

Date