

RESOLUTION NO. 31-2022

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE GROVELAND
COMMUNITY SERVICES DISTRICT APPROVING CERTAIN LEASE
FINANCING DOCUMENTS RELATING TO MARY LAVERONI PARK
CAPITAL IMPROVEMENTS, AND AUTHORIZING AND DIRECTING
ACTIONS WITH RESPECT THERETO**

WHEREAS, the Groveland Community Services District (the "District") is a community services district duly organized and validly existing under the laws of the State of California; and

WHEREAS, Municipal Finance Corporation (the "Corporation"), as consultant to the CSDA Finance Corporation Lease Program, has made a lease purchase financing proposal to provide financing to the District in the amount of \$350,000 over a ten year period at a 4.10% interest rate; and

WHEREAS, in order to provide funds for the financing of the acquisition, construction and installation of certain improvements to real property of the District consisting of park improvements (the "Project"), the District will lease certain real property owned by the District (the "Site") to the Corporation under a Site Lease, currently dated as of July 12, 2022, (the "Site Lease") between the District and the Corporation and the Corporation will lease the Site to the District under a Lease Agreement, currently dated as of July 12, 2022 (the "Lease Agreement") between the Corporation and the District; and

WHEREAS, there have been presented at this meeting forms of the Site Lease and the Lease Agreement; and

WHEREAS, in accordance with Government Code section 5852.1, the Board of Directors has obtained and disclosed the information set forth in Appendix A hereto;

WHEREAS, the Board of Directors approves all of said transactions in furtherance of the public purposes of the District and wishes at this time to authorize all proceedings relating to the financing of the Project.

NOW, THEREFORE, IT IS HEREBY RESOLVED by the Board of Directors of the Groveland Community Services District as follows:

Section 1. Approval of Site Lease and Lease Agreement. The Board hereby approves the financing plan outlined above. To that end, the Board hereby approves the Site Lease, between the District and the Corporation, and the Lease Agreement between the Corporation and the District, in substantially the forms on file with the Secretary of the Board, together with any changes therein or additions thereto deemed advisable by the President of the Board or the General Manager (each, a "District Representative"). A District Representative is hereby authorized and directed for and in the name and on behalf of the District to execute the final forms of the Site Lease and Lease Agreement.

Section 2. Material Terms of Lease Agreement. The Lease Agreement shall be for a term that does not extend beyond August 1, 2032 (unless extended in the event of abatement of Lease Payments or default), the interest rate does not exceed 4.10% and the maximum principal amount of the Lease Payments does not exceed \$350,000.

Section 3. Authorization to Establish Project Fund. The Board of Directors hereby authorizes and directs the President of the Board, the General Manager or a designee in writing to make appropriate

arrangements to establish a special fund into which the proceeds of the financing are deposited for the purpose of paying the costs of the Project.

Section 4. Bank Qualified. The Lease Payments due under the Lease Agreement are hereby designated as “qualified tax-exempt obligations” within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. The Board of Directors hereby finds and determines that the aggregate face amount of all tax-exempt obligations (other than private activity bonds) issued by the District (and all subordinate entities thereof) during calendar year 2022 is not expected to exceed \$10,000,000.

Section 5. Reimbursement of Prior Expenditures. The District declares its official intent to be reimbursed from the proceeds of the Lease Agreement approved hereby for a maximum principal amount of \$350,000 of expenditures occurring no earlier than sixty days prior to the adoption of this Resolution. All reimbursed expenditures will be capital expenditures as defined in Section 1.150-1(b) of the Federal Income Tax Regulations.

Section 6. Official Actions. The President of the Board, the General Manager and all other officers of the District are each authorized and directed in the name and on behalf of the District to make any and all assignments, certificates, requisitions, agreements, notices, consents, instruments of conveyance, warrants and other documents, which they or any of them might deem necessary or appropriate in order to consummate any of the transactions contemplated by the agreements and documents approved pursuant to this Resolution. Whenever in this Resolution any officer of the District is authorized to execute or countersign any document or take any action, such execution, countersigning or action may be taken on behalf of such officer by any person designated by such officer to act on his or her behalf in the case such officer is absent or unavailable.

Section 7. Effective Date. This Resolution shall take effect from and after the date of its passage and adoption.

I hereby certify that the foregoing Resolution was passed and adopted by the Board of Directors of the Groveland Community Services District, at a regular meeting thereof duly held on the 12th day of July, 2022, by a majority vote of all of its Directors.

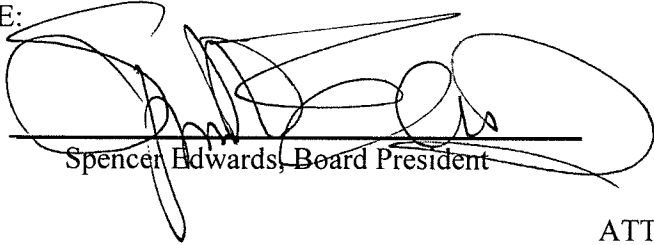
ADOPTED by the following votes:

AYES: Directors Edwards, Swan, Armstrong, Kwiatkowski, and Mora


NOES:

ABSENT:

APPROVE:

By 
Spencer Edwards, Board President

ATTEST:

By: 
Rachel Pearlman, Board Secretary

CERTIFICATE OF SECRETARY

I, Rachel Pearlman, the duly appointed and acting Secretary of the Board of Directors of the Groveland Community Services District, do hereby declare that the foregoing Resolution was duly passed and adopted at a Regular Meeting of the Board of Directors of the Groveland Community Services District, duly called and held on July 12, 2022.

DATED: 7.12.2022