

RESOLUTION NO. 2017-

**RESOLUTION OF THE BOARD OF SUPERVISORS
OF THE COUNTY OF SHASTA
AUTHORIZING THE CHAIRMAN OF THE BOARD OF SUPERVISORS
TO EXECUTE A RESOLUTION FOR THE REIMBURSEMENT OF FUNDS
FOR COUNTY SERVICE AREA NO. 17-COTTONWOOD,
COLLECTION SYSTEM IMPROVEMENTS PROJECT AND WASTEWATER
TREATMENT PLANT IMPROVEMENT PROJECT**

WHEREAS, the County of Shasta through its County Service Area No 17-Cottonwood (the Agency) desires to finance the costs of constructing and/or reconstructing certain public facilities, pipelines and other infrastructure for the County Service Area No. 17-Cottonwood Collection System Improvements Project and Wastewater Treatment Plant Improvement Project (the Projects); and

WHEREAS, the Agency intends to finance construction and/or reconstruction of the Projects or portions of the Projects with moneys (Project Funds) provided by the State of California, acting by and through the State Water Resources Control Board (State Water Board); and

WHEREAS, the State Water Board may fund the Project Funds with proceeds from the sale of obligations, the interest upon which is excluded from gross income for federal income tax purposes (the Obligations); and

WHEREAS, prior to either the issuance of the Obligations or the approval by the State Water Board of the Project Funds the Agency desires to incur certain capital expenditures (the Expenditures) with respect to the Projects from available moneys of the Agency; and

WHEREAS, the Agency has determined that those moneys to be advanced on and after the date hereof to pay the Expenditures are available only for a temporary period and it is necessary to reimburse the Agency for the Expenditures from the proceeds of the Obligations.

NOW, THEREFORE, THE AGENCY DOES HEREBY RESOLVE, ORDER AND DETERMINE AS FOLLOWS:

SECTION 1. The Agency hereby states its intention and reasonably expects to reimburse Expenditures paid prior to the issuance of the Obligations or the approval by the State Water Board of the Project Funds.

SECTION 2. The reasonably expected maximum principal amount of the Project Funds is \$2,952,000.00 for the Collection System Improvement Project and \$5,957,000.00 for the Wastewater Treatment Plant Improvement Project.

SECTION 3. This resolution is being adopted no later than 60 days after the date on which the Agency will expend moneys for the construction portion of the Projects costs to be reimbursed with Project Funds.

SECTION 4. Each Agency expenditure will be of a type properly chargeable to a capital account under general federal income tax principles.

SECTION 5. To the best of our knowledge, except for Resolution No. 2016-091 adopted for these projects, this Agency is not aware of the previous adoption of official intents by the Agency that have been made as a matter of course for the purpose of reimbursing expenditures and for which tax-exempt obligations have not been issued.

SECTION 6. This resolution is adopted as official intent of the Agency in order to comply with Treasury Regulation §1.150-2 and any other regulations of the Internal Revenue Service relating to the qualification for reimbursement of Projects costs.

SECTION 7. All the recitals in this Resolution are true and correct and this Agency so finds, determines and represents.

DULY PASSED AND ADOPTED this 24th day of January, 2017 by the Board of Supervisors of the County of Shasta, by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:
RECUSE:

DAVID A. KEHOE, CHAIRMAN
Board of Supervisors
County of Shasta
State of California

CERTIFICATION

I do hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the Shasta County Board of Supervisors held on August 16, 2016.

LAWRENCE G. LEES
Clerk of the Board of Supervisors

By _____
Deputy