RESOLUTION NO. 2010-01

RESOLUTION OF THE BOARD OF DIRECTORS
OF THE BEAUMONT CHERRY VALLEY WATER DISTRICT (DISTRICT)
DECLARING THE OFFICIAL INTENT TO BE REIMBURSED
FOR CERTAIN CAPITAL EXPENDITURES
FROM THE PROCEEDS OF INDEBTEDNESS

(Recycled Water Facilities Project)

WHEREAS, Section 1.150-2 of the U.S. Department of Treasury Regulations requires the District to declare its reasonable official intent to be reimbursed for prior capital expenditures made for the Recycled Water Facilities Project with proceeds of a subsequent borrowing;

WHEREAS, the District has paid, and will pay on or after the date hereof certain capital expenditures (the "Expenditures") in connection with the Recycled Water Facilities Project prior to the issuance of one or more series of tax-exempt bonds or other forms of indebtedness (the "Indebtedness") in the principal amount of not to exceed $20,000,000 (twenty million dollars) for the purpose of financing costs associated with the Recycled Water Facilities Project; and

WHEREAS, the District reasonably expects that certain of the proceeds of the Indebtedness will be used to reimburse the District for the Expenditures.

NOW, THEREFORE, BE IT RESOLVED, FOUND, DETERMINED and ORDERED, that:

Section 1. This Board finds and determines that the foregoing recitals are true and correct.

Section 2. This declaration is made solely for purpose of establishing compliance with the requirements of Section 1.150-2 of the Treasury Regulations, and does not bind the District to make any expenditure, incur any indebtedness, or proceed with the Recycled Water Facilities Project.

Section 3. The District declares its official intent to use proceeds of the Indebtedness to reimburse itself for Expenditures made on or after the date which is no more than 60 days prior to the date hereof.

Section 4. The District will make a reimbursement allocation, which is a written allocation by the District that evidences the District's use of proceeds of the Indebtedness to reimburse itself for an Expenditure, no later than 18 months after the later of the date on which the Expenditure is paid or the Recycled Water Facilities Project is placed in service or abandoned, but in no event more than three years after the date on which the Expenditure is paid.
Section 5. The District recognizes that exceptions are also available under the Treasury Regulations for certain "preliminary expenditures," costs of issuance, certain de minimum amounts, expenditures by "small issuers" (based on the year of issuance and not the year of expenditure) and expenditures for construction projects of at least 5 years.

ADOPTED, SIGNED AND APPROVED, this 20th day of January, 2010.

Seal: 

Blair Ball, President
Beaumont Cherry Valley Water District
and of the Board of Directors thereof

ATTEST:

Ryan Woll, Secretary
Beaumont Cherry Valley Water District
and of the Board of Directors thereof

*****

I hereby certify that the foregoing resolution was passed and adopted by the Board of Directors of the Beaumont Cherry Valley Water District, Riverside County, California, at a meeting thereof held on the 20th day of January, 2010, by the following vote:

AYES:

NOES:

ABSENT:

VACANCY: One

APPROVED:

Blair Ball, President
Beaumont Cherry Valley Water District
and of the Board of Directors thereof