RESOLUTION NO. 2016-2

A RESOLUTION TO BORROW

Rural Community Assistance Corporation

The Governing Board of Directors of the Armona Community Services District hereby authorizes the submission of a loan application, the incurring of an indebtedness, the execution of a loan agreement and any amendments thereto, a promissory note and any other documents necessary to secure a loan from Rural Community Assistance Corporation.

WHEREAS, the Armona Community Services District (hereinafter referred to as "District") is a public body established under the laws of the State of California and empowered to own property, borrow money and give security for loans; and

WHEREAS, Rural Community Assistance Corporation (hereinafter referred to as "RCAC") is authorized to make loans for housing, environmental infrastructure and community facilities for low-income people; and

WHEREAS, the District wishes to obtain from RCAC a loan for the development of Well 3 & Water Treatment Plant (hereinafter referred to as "Project") on the property located at: West side of 14th Avenue approximately 600 feet south of Lacey Blvd. Hanford, CA 93230; and

IT IS NOW RESOLVED THAT, the District shall submit to RCAC an application for a loan for the Project to be developed in the County of Kings in the State of California; and

BE IT FURTHER RESOLVED THAT, if the loan is approved, the District is hereby authorized to incur indebtedness in an amount not to exceed the amount approved by RCAC and to enter into a loan agreement with RCAC for the purposes set forth in the loan application and approved by RCAC. It also may give a promissory note and execute security and other instruments required by RCAC to evidence and secure the indebtedness; and

BE IT FURTHER RESOLVED THAT, the District is further authorized to request amendments, including increases in the loan amount up to amounts approved by RCAC, and to execute any and all documents required by RCAC to evidence and secure these amendments; and

BE IT FURTHER RESOLVED THAT, the District authorizes the President of the Board of Directors to execute in the name of the District, the loan application and the loan agreement, promissory note, security and other instruments, and any and all documentation for the disbursement of funds required by RCAC to make and secure the loan and any amendments thereto; and

BE IT FURTHER RESOLVED THAT, the District authorizes the President of the Board of Directors to execute in the name of the District, only that documentation required by RCAC for the disbursement of funds during the term of the loan; and

WHEREFORE, this Resolution is passed and adopted by the Board of Directors of the Armona Community Services District on June 28, 2016 by the following vote:

AYES: Bittner, Camacho, Dillon, Maciel
NOES: —
ABSENT: Vanegas
ABSTAIN: —

JAMES MACIEL, President, Board of Directors

ATTEST:

CANDIDA VANEGAS, Secretary

CERTIFICATE OF SECRETARY

I, Candida Vanegas, the duly appointed and acting Secretary of the Board of Directors of the Armona Community Services District, do hereby declare that the foregoing Resolution was duly passed and adopted at a Special Meeting of the Board of Directors of the Armona Community Services District, duly called and held at Armona, California, on June 28, 2016.

DATED: June 28, 2016.

CANDIDA VANEGAS, Secretary