

RESOLUTION NO. 549

**RESOLUTION OF THE BOARD OF DIRECTORS OF BEACH CITIES HEALTH DISTRICT DECLARING ITS INTENTION TO REIMBURSE ITSELF FROM THE PROCEEDS OF ONE OR MORE TAX-EXEMPT FINANCINGS FOR CERTAIN EXPENDITURES MADE AND/OR TO BE MADE IN CONNECTION WITH THE ACQUISITION, CONSTRUCTION AND/OR EQUIPPING OF CERTAIN CAPITAL IMPROVEMENTS LOCATED AT 514 N. PROSPECT AVE, REDONDO BEACH**

WHEREAS, BEACH CITIES HEALTH DISTRICT (the “District”) is a California Health Care District organized and existing under the laws of the State of California; and

WHEREAS, the District has paid and will pay, on and after the date hereof, certain expenditures (“Expenditures”) in connection with the acquisition, construction and/or equipping of a project known as the Healthy Living Campus consisting of assisted living facilities for the elderly, a medically related health fitness facility, child development center, community services center, a bicycle-pedestrian path and related parking and ancillary facilities to be located at 514 Prospect Avenue and 1300 Beryl Street and Flagler Lane, Redondo Beach, California (the “Project”); and

WHEREAS, the Board of Directors of the District (the “Board”) has determined that those moneys previously advanced by the District no more than 60 days prior to the date hereof and to be advanced on and after the date hereof to pay Expenditures are available only for a temporary period and it is necessary to reimburse the District for such Expenditures made no more than 60 days prior to the date hereof from the proceeds of one or more issues of tax-exempt bonds or Certificates of Participation (the “Bonds”);

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. The Board hereby declares the District’s intent to reimburse the District with the proceeds of the Bonds for Expenditures with respect to the Project made on and after March 23, 2019, which date is no more than 60 days prior to the date hereof. The District reasonably expects on the date hereof that it will reimburse such Expenditures with the proceeds of the Bonds.

Section 2. Each Expenditure was and will be either (a) of a type properly chargeable to a capital account under general federal income tax principles (determined in each case as of the date of the Expenditure), (b) a cost of issuance with respect to the Bonds, (c) a nonrecurring item that is not customarily payable from current revenues, or (d) a grant to a party that is not related to or an agent of the District so long as such grant does not impose any obligation or condition (directly or indirectly) to repay any amount to or for the benefit of the District.

Section 3. The maximum principal amount of the Bonds expected to be issued for the Project is \$\_50,000,000.

Section 4. The District will make a reimbursement allocation, which is a written allocation that evidences the District's use of proceeds of the Bonds to reimburse an Expenditure, no later than 18 months after the later of the date on which the Expenditure is paid or the 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. This resolution shall take effect immediately upon its passage.

PASSED AND ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_, 2019.

\_\_\_\_\_  
Vanessa Poster, President  
Board of Directors  
Beach Cities Health District

APPROVED:

\_\_\_\_\_  
Vish Chatterji  
Secretary-Treasurer  
Board of Directors  
Beach Cities Health District

\_\_\_\_\_  
Dated

**DESCRIPTION OF PROJECT**

[Describe the project for which the Expenditures have been and/or will be paid. A project may be described in terms of specific property or a program of the District.<sup>1</sup>]

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<sup>1</sup>Alternatively, a description will be sufficient if it identifies, by name and functional purpose, the fund or account from which the Expenditures have been and/or will be paid.