

RESOLUTION NO. 17-4

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
PALMDALE WATER DISTRICT
DECLARING ITS OFFICIAL INTENT
TO REIMBURSE CERTAIN EXPENDITURES
FROM THE PROCEEDS OF DEBT**

WHEREAS, the Palmdale Water District (the “District”) intends to pay the costs of upgrading its existing software, hardware and security system (the “project costs”);

WHEREAS, the District anticipates that it will issue debt obligations in the form of a loan agreement the payments under which would contain a separately stated interest component for the purpose of financing the project costs on a long-term basis;

WHEREAS, the District’s obligations under the loan agreement will be considered debt for federal income tax purposes;

WHEREAS, the maximum principal amount of such debt expected to be issued to finance the project costs is \$830,000.00;

WHEREAS, the District expects to pay certain project costs prior to the issuance of the debt obligations; and

WHEREAS, in order to obtain favorable treatment of expenditures of proceeds of the debt obligations used to reimburse the District’s prior expenditures, Treasury Regulations section 1.150-2 requires the District to declare its official intent to reimburse such prior project costs expenditures with proceeds of debt;

NOW, THEREFORE, BE IT RESOLVED, by the Board of Directors of the Palmdale Water District as follows:

1. Findings. The Board hereby finds and determines that the foregoing recitals are true and correct.

2. Official Intent. The District hereby states that it reasonably expects to reimburse its expenditures on project costs with proceeds of debt to be incurred by the District. The foregoing statement is a declaration of official intent that is made under and only for the purpose of establishing compliance with the requirements of Treasury Regulations section 1.150-2. This resolution does not bind the District to make any expenditure of project costs or to incur any debt for the project costs.

3. Additional Acts. The officers of the District, and each of them individually, are hereby authorized and directed, to do any and all things and to execute, deliver and perform any and all agreements and documents that they deem necessary or advisable in order to effectuate the purposes of this resolution. All actions heretofore taken by the officers of the District that are in conformity with the purposes and intent of this resolution are hereby ratified, confirmed and approved in all respects.

4. Effective Date. This resolution shall take effect from and after its adoption.

ADOPTED on January 25, 2017, by the following vote:

AYES: President Alvarado, Directors Dino, Henriquez, Estes,
and Mac Laren

NOES: None

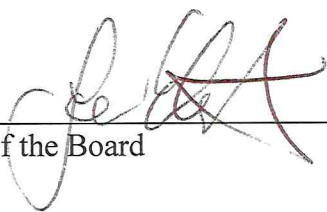
ABSTAIN: None

ABSENT: None




President of the Board

ATTEST:



Secretary of the Board

APPROVED AS TO FORM:



General Counsel
ALESHIRE & WYNDER, LLP