

RESOLUTION NO. 06-2023

**AUTHORIZING THE EXECUTION AND DELIVERY OF A LEASE AGREEMENT, AND
AUTHORIZING CERTAIN ACTIONS IN CONNECTION THEREWITH**

WHEREAS, the Groveland Community Services District (the "District") is a community services district organized and existing under and pursuant to the laws of the State of California; and

WHEREAS, the District desires to provide for financing in the approximate amount of \$1,130,000.00 for the acquisition of vehicles (the "Property"); and

WHEREAS, Municipal Finance Corporation (the "Corporation") has proposed a cost-effective five year lease purchase financing arrangement at a 3.95% interest rate and attached hereto as Exhibit A;

NOW, THEREFORE, it is resolved by the District's Board of the Groveland Community Services District as follows:

SECTION 1. Lease Agreement. The President of the Board of Directors, the General Manager or a designee in writing is hereby authorized to enter into a Lease Agreement (the "Lease") with the Corporation to finance the Property, subject to approval as to form by the District's legal counsel.

SECTION 2. Attestations. The Secretary of the Board or other appropriate District officer is hereby authorized and directed to attest the signature of the Authorized Officer as may be required or appropriate in connection with the execution and delivery of the Lease.

SECTION 3. Other Actions. The President of the Board of Directors, the General Manager and other officers of the District are each hereby authorized and directed, jointly and severally, to take any and all actions and to execute and deliver any and all documents, agreements and certificates which they may deem necessary or advisable in order to carry out, give effect to and comply with the terms of this Resolution and the Lease. Such actions are hereby ratified, confirmed and approved.

SECTION 4. Qualified Tax-Exempt Obligations. The Lease is hereby designated as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended (the "Code"). The District, together with all subordinate entities of the District, do not reasonably expect to issue during the calendar year in which the Lease is issued more than \$10,000,000 of obligations which it could designate as "qualified tax-exempt obligations" under Section 265(b) of the Code.

SECTION 5. Reimbursement of Prior Expenditures. The District declares its official intent to be reimbursed from the proceeds of the Lease approved hereby for a maximum principal amount of \$1,130,000.00 of expenditures occurring no earlier than sixty days prior to the adoption of this Resolution. All reimbursed expenditures will be capital expenditures as defined in Section 1.150-1(b) of the Federal Income Tax Regulations.

SECTION 6. Effect. This Resolution shall take effect immediately upon its passage.

PASSED AND ADOPTED this 14th day of February, 2023, by the following vote:

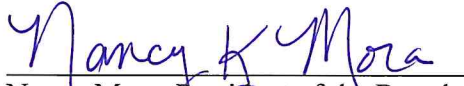
AYES: Directors Mora, Armstrong, Edwards, and Swan

NOES:

ABSTENTIONS:

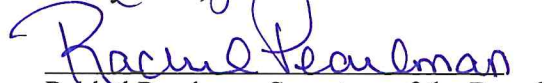
ABSENT: Director Kwiatkowski

Approved:



Nancy Mora, President of the Board

Attest:



Rachel Pearlman, Secretary of the Board

Exhibit A

GOVERNMENT CODE SECTION 5852.1 DISCLOSURE

The following information consists of estimates that have been provided by the Corporation, which have been provided to the District in good faith:

- (A) True interest cost of the Lease: 3.95%
- (B) Finance charge of the Lease (sum of all costs of issuance and fees/charges paid to third parties): \$6,000
- (C) Net proceeds to be received (net of finance charges, reserves and capitalized interest, if any): \$1,123,341.36
- (D) Total payment amount through maturity: \$1,266,622.35