

RESOLUTION NO. 10-84

RESOLUTION OF THE BOARD OF DIRECTORS OF THE
LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT,
SAN BERNARDINO COUNTY, CALIFORNIA, AUTHORIZING
AND APPROVING CERTAIN AGREEMENTS INCIDENT TO
THE ISSUANCE AND SALE OF \$10,700,000 INSTALL-
MENT PURCHASE CERTIFICATES, SERIES A AND
MAKING OTHER DETERMINATIONS

WHEREAS, the Lake Arrowhead Community Services District (the "District") proposes to finance construction and acquisition of certain public facilities for the transmission, treatment and disposal of sewage, waste and wastewaters (the "Project") by causing the issuance and sale of \$10,700,000 Installment Purchase Certificates, Series A (the "Certificates"); and

WHEREAS, the Board of Directors has determined that it is in the best interests and for the common benefit of the residents and landowners of the District that the Project be constructed and financed as follows:

- (a) The Project shall be constructed by and acquired from the Independent Public Facilities Corporation (the "Corporation"), pursuant to an Installment Sale Agreement by and between the District and Corporation;
- (b) The construction of the Project shall be supervised by the District, pursuant to an Agency Agreement by and between the District and Corporation;
- (c) The Installment Sale Agreement shall be assigned to Security Pacific National Bank (the "Bank"), pursuant to an Assignment Agreement by and between the Corporation and Bank;
- (d) The Certificates shall be issued by the Bank, pursuant

to a Trust Agreement by and among the District,
Corporation and Bank;

- (e) The interest and principal on the Certificates shall be paid by Installment Payments to be made to the Bank by the District from any lawfully available revenues of the District; and
- (f) The Bank will act as Trustee for and on behalf of the owners of the Certificates and the net proceeds from the sale of the Certificates will be disbursed by the Bank, pursuant to written requisition, for the construction and acquisition of the Project as set forth in the Installment Purchase Agreement.

WHEREAS, the Board of Directors has received and reviewed all agreements necessary to the issuance and sale of the Certificates and the acquisition and construction of the Project:

NOW, THEREFORE, the Board of Directors of the Lake Arrowhead Community Services District does hereby RESOLVE, DETERMINE AND ORDER as follows:

Section 1. The above recitals are all true and correct.

Section 2. The Board of Directors hereby authorizes and approves the Agreements specified as follows:

- (a) Agency Agreement
- (b) Assignment Agreement
- (c) Installment Sale Agreement
- (d) Trust Agreement

in substantially the form on file with the Secretary and authorizes minor modifications to be made in the foregoing

STATE OF CALIFORNIA)
) ss.
COUNTY OF SAN BERNARDINO)

I, BARBARA ADAMSON, Secretary of the Board of Directors of the Lake Arrowhead Community Services District DO HEREBY CERTIFY that the foregoing resolution, being Resolution No. 10-84, was duly passed, approved and adopted at a regular meeting of said Board of Directors held on the 15 day of June, 1984, by the following vote:

AYES:	DIRECTORS:	Furness, Kirk, Leo, Neville
NOES:	DIRECTORS:	none
ABSENT:	DIRECTORS:	none
ABSTAIN:	DIRECTORS:	Longthorne


Secretary

(SEAL)