

RESOLUTION NO. 18-85

RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT,  
SAN BERNARDINO COUNTY, CALIFORNIA, DESIGNATING  
CERTAIN OFFICERS TO EXECUTE CERTIFICATES RE-  
QUESTING DISBURSEMENT OF FUNDS FROM THE CON-  
STRUCTION ACCOUNT PURSUANT TO SECTION 6.02 OF  
THE TRUST AGREEMENT FOR ADMINISTRATION OF NOT  
TO EXCEED \$21,500,000 INSTALLMENT PURCHASE  
CERTIFICATES, SERIES B

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

WHEREAS, the District proposes to finance construction and acquisition of certain additional public facilities for the transmission, treatment and disposal of sewage, waste and wastewaters; and

WHEREAS, the District proposes to cause the issuance and sale of not to exceed \$21,500,000 Installment Purchase Certificates, Series B (the "Series B Certificates") to accomplish an advance refunding of the Series A Certificates and to provide financing to complete construction and acquisition of the original facilities and additional facilities (the "Project").

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 Purchase 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 Purchase 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 Series B 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 Series B Certificates shall be paid by Installment Payments to be made by the District to the Bank from any lawfully available revenues of the District;
- (f) The Bank will act as Trustee for and on behalf of the owners of the Series B Certificates and the net proceeds from the sale of the Series B 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; and
- (g) The payment of interest and principal on the Series A Certificates will be secured by monies deposited, pursuant to an Escrow Deposit and Trust Agreement by and between the District and Bank.

WHEREAS, pursuant to Section 6.02 of the Trust Agreement, it is necessary for this Board of Directors to designate by resolution certain officers as "Authorized Officers" to execute certificates requesting disbursements to be made by the Trustee from the proceeds of the sale of Series B Certificates:

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. This Board of Directors hereby directs that all certificates requesting disbursements from the Construction Account shall be executed by two (2) Authorized Officers; provided that at least one of the signatories to the certificates shall be a member of the Board of Directors. Subject to the foregoing, this Board of Directors hereby designates the officers specified as follows:

Five (5) members of the Board of Directors;  
Treasurer; and  
Assistant Secretary-General Manager

as the "Authorized Officers" to execute any and all certificates requesting disbursements to be made by the Trustee from the proceeds of the sale of the Series B Certificates, pursuant to Section 6.02 of the Trust Agreement.

Section 3. The Secretary is hereby authorized and directed to cause a true and correct copy of this Resolution to be delivered to the Trustee.

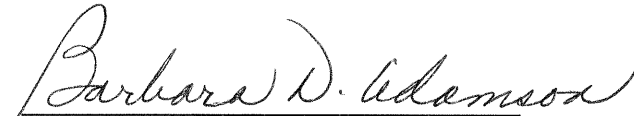
Section 4. This Resolution shall take effect upon adoption.

ADOPTED this 22nd day of August, 1985.



President

ATTEST:

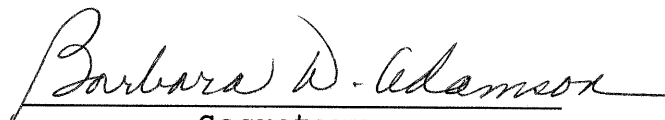
  
Secretary

(SEAL)

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. 18-85, was duly passed, approved and adopted at a duly called meeting of this Board of Directors held on the 22nd day of August, 1985, by the following vote:

AYES: DIRECTORS: Kirk, Furness, Neville, Haase  
NOES: DIRECTORS:  
ABSENT: DIRECTORS:  
ABSTAIN: DIRECTORS: Longthorne

  
Secretary

(SEAL)