

RESOLUTION NO. 06-65

A RESOLUTION OF THE OF RIDGECREST CITY COUNCIL APPROVING THE ISSUANCE OF TAX-EXEMPT REVENUE BONDS BY THE CALIFORNIA STATEWIDE COMMUNITIES DEVELOPMENT AUTHORITY TO BENEFIT RIDGECREST REGIONAL HOSPITAL

WHEREAS, Ridgecrest Regional Hospital, a California nonprofit public benefit corporation (the "Corporation"), has requested that the California Statewide Communities Development Authority (the "Authority") issue tax-exempt revenue bonds for the purpose of, among other things, enabling the Corporation to finance the acquisition, construction, renovation and equipping of capital improvements of certain acute-care hospital facilities and related facilities (the "Facilities") located within the City of Ridgecrest (the "City") and certain costs with respect thereto; and

WHEREAS, the Authority proposes to issue tax-exempt revenue bonds (the "Bonds") in an aggregate principal amount not to exceed Seventy-three Million Dollars (\$73,000,000.00), and loan the proceeds thereof to the Corporation pursuant to a loan agreement; and

WHEREAS, pursuant to Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), Authority approval must come from approval of a governmental unit on behalf of which the Authority issues its obligations, and the Authority has thus requested, pursuant to Section 9 of a certain Joint Exercise of Powers Agreement, dated as of June 1, 1988 (the "Agreement"), among certain local agencies that are members of the Authority and on behalf of which the Authority issues its obligations, including the City, that the City provide its approval of the issuance of the Bonds and the financing of the Facilities with the proceeds thereof; and

WHEREAS, pursuant to Section 147(f) of the Code, the issuance of the Bonds by the Authority and the financing of the Facilities with the proceeds thereof must be approved by the City because the Facilities are located within the territorial limits of the City; and

WHEREAS, the City Council of the City (the "City Council") is the elected legislative body of the City and is therefore an applicable elected representative eligible to approve the issuance of the Bonds and the financing of the Facilities with the proceeds thereof pursuant to Section 147(f) of the Code; and

WHEREAS, pursuant to Section 147(f) of the Code, the City Council has, following notice duly given, held a public hearing regarding the issuance of the Bonds and the financing of the Facilities with the proceeds thereof, and now desires to approve the issuance of the Bonds and the financing of the Facilities with the proceeds thereof.

NOW, THEREFORE, the City Council of the City resolves as follows:

Section 1. The City Council hereby approves the issuance of the Bonds and the financing of the Facilities with the proceeds thereof. It is the purpose and intent of the City Council that this resolution constitute approval of the issuance of the Bonds and the financing of the Facilities with the proceeds thereof for the purpose of (i) Section 147(f) of the Code by the applicable elected representative of the governmental unit on behalf of which the Authority issues its obligations and having jurisdiction over the area in which the Facilities are located, in accordance with said Section 147(f) of the Code, and (ii) Section 9 of the Agreement.

Section 2. The officers of the City are hereby authorized and directed, jointly and severally, to do any and all things and to execute and deliver any and all documents that they deem necessary or advisable in order to carry out, give effect to and comply with the terms and intent of this resolution and the financing transaction approved hereby.

Section 3. This resolution shall take effect immediately upon its adoption by the City Council, and the City Clerk of the City shall certify to the vote adopting this resolution.

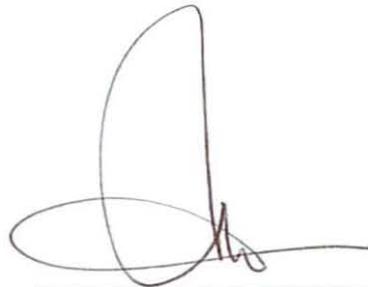
APPROVED AND ADOPTED, this 20th day of September, 2006, by the following vote

AYES: Mayor Holloway, Council Members Martin, Clark, Morgan and Carter

NOES: None

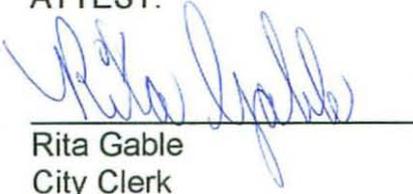
ABSENT: None

ABSTAIN: None



Marshall "Chip" Holloway, Mayor

ATTEST:



Rita Gable
City Clerk