RESOLUTION NO. 6763

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDLANDS APPROVING HEALTH CARE REVENUE BONDS TO BE ISSUED BY THE CALIFORNIA STATEWIDE COMMUNITIES DEVELOPMENT AUTHORITY TO BENEFIT MOUNTAIN SHADOWS SUPPORT GROUP, INC., FOR THE PURPOSE OF FINANCING THE ACQUISITION OF LICENSED HEALTH CARE FACILITIES

WHEREAS, the California Statewide Communities Development Authority (the "Authority") is authorized by the laws of the State of California (the "Law") to execute and deliver health care revenue obligations for the purpose of financing the acquisition of health care facilities located within the area of operation of the Authority; and

WHEREAS, Mountain Shadows Support Group, Inc., a California nonprofit public benefit corporation (the "Borrower"), has requested the Authority to issue and deliver health care revenue obligations in the anticipated principal amount of approximately $55,000,000 (the "Obligations"), a portion of the proceeds of which shall be used for the purpose of financing the acquisition of a licensed health care facility commonly known as Buchanan House located at 1543 N. University Street in the City of Redlands, California (the "Project"); and

WHEREAS, the Obligations to be issued and delivered to finance the acquisition of the Project will be considered "qualified 501 (c) (3) bonds" under Section 145 of the Internal Revenue Code of 1986, as amended (the "Code"), and Section 147 (f) of the Code requires that the "applicable elected representative" with respect to the Project hold a public hearing on the issuance and delivery of the Obligations; and

WHEREAS, the City Council of the City of Redlands, as the "applicable elected representatives" to hold said public hearing, has held said public hearing at which all those interested in speaking with respect to the financing were heard;

NOW THEREFORE, BE IT RESOLVED AND ORDERED by the City Council of the City of Redlands as follows:

1. The City Council hereby finds and determines that the foregoing recitals are true and correct.

2. The City Council hereby approves the financing of the Project by the Authority with the proceeds of the Obligations.

3. The issuance and delivery of the Obligations shall be subject to the approval of and execution by the Authority of all financing documents relating thereto to which the Authority is a party and subject to the sale of the Obligations by the Authority.

4. The Clerk of the City Council is hereby directed to forward a certified copy of this Resolution and a copy of the affidavit of publication of the notice of public hearing to:

Thomas A Downey
Jones Hall, A Professional Law Corporation
650 California Street, 18th Floor
San Francisco, California 94108

5. The adoption of this Resolution is solely for the purpose of meeting the requirements of the provisions of the Internal Revenue Code of 1986, as amended, and shall not be construed in any other manner, with neither the City nor its staff having fully reviewed or considered the financial feasibility of the Project or the expected operation of the Project with regards to any State of California statutory requirements, and such adoption shall not obligate, without further formal action to be taken by this City Council, including but not limited to, the approval of the financing documents by the City Council by resolution, (i) the City to provide financing to the Borrower for the acquisition of the Project or to issue the Obligations for purposes of such financing; or (ii) the City, or any department of the City, to approve any application or request for, or take any other action in connection with, any environmental, General Plan, zoning or any other permit or other action necessary for the acquisition or operation of the Project.

6. This Resolution shall take effect immediately upon its adoption.

ADOPTED, SIGNED AND APPROVED this 7th day of October, 2008.

CITY OF REDLANDS, CALIFORNIA

Jon Harrison

Mayor

ATTEST:

Lorrie Poyzer

Lorrie Poyzer, City Clerk

I, Lorrie Poyzer, City Clerk of the City of Redlands, hereby certify that the foregoing resolution was duly adopted by the City Council at a regular meeting thereof held on the 7th day of October, 2008, by the following vote:

AYES:	Councilmembers Gilbreath, Gallagher, Aguilar, Bean; Mayor Harrison
NOES:	None
ABSENT:	None
ABSTAIN:	None

Lorrie Poyzer

Lorrie Poyzer, City Clerk