

RESOLUTION No. 2020-01

RESOLUTION OF THE AUBURN VALLEY COMMUNITY SERVICE DISTRICT TO RE-INSTATE THE RESERVE REQUIREMENTS AS ORIGINALLY ESTABLISHED IN THE SERIES 2003 REVENUE BONDS

Whereas, this Board of Directors has determined that it has been more than fifteen years since the REVENUE bonds were issued in 2003 in the amount of \$3,985,000 and the unpaid balance is now \$1,330,000 and the then Board agreed to modify section 7.1(b) of the Indenture to change the Reserve Requirement from the Indenture amount of 7.5% of the outstanding balance to a fixed sum of \$165,000; and

Whereas, this resolution and the subject matter thereof was considered at a duly noticed and open public meeting at which oral or written presentations could be made; and

Whereas, the Board has now determined that the Reserve Requirement of 7.5% of the balances outstanding is more than sufficient to meet the needs of the original Indenture.

NOW THEREFORE BE IT RESOLVED that the Auburn Valley Community Services District Board of Directors hereby approves the re-establishment of the original Reserve as stated in the original Indenture, at no less than 7.5% of the remaining balances outstanding.

PASSED and ADOPTED this 14 day of January _____ 2020.

AYES 4
NOES 0
ABSENT 1
ABSTAIN 0

President: J.A. [Signature]
Secretary: Meane Peterson