

RESOLUTION NUMBER 17-02

**RESOLUTION OF THE PACIFIC COMMUNITIES HEALTH DISTRICT
AUTHORIZING A GRANT APPLICATION FROM THE SEISMIC REHABILITATION GRANT PROGRAM
WITH THE OREGON INFRASTRUCTURE FINANCE AUTHORITY**

The Board of Directors (the "Governing Body") of the Pacific Communities Health District (the "Health District") finds:

A. Oregon Revised Statutes 401.910 (the "act") authorizes an eligible applicant to file an application with the Oregon Infrastructure Finance Authority of the Business Development Department ("the IFA") to obtain financial assistance from the Seismic Rehabilitation Grant Program.

B. The Health District has, since 2002, a 30-year Lease and Operating Agreement with Samaritan Pacific Health Services, a 501(c)(3) organization, to operate Samaritan Pacific Communities Hospital, a 25-bed federally-designated critical access hospital, and an agreement to manage a project for new hospital construction and renovation, including seismic rehabilitation work.

C. Samaritan Pacific Health Services is an eligible applicant within the meaning of the Act and intends, on behalf of the Health District, to file an application with the IFA to obtain financial assistance for seismic rehabilitation work allowed by Oregon Administrative Rules Chapter 123 Division 51.

D. Notice relating to the Health District's consideration of the adoption of this Resolution was published in full accordance with any applicable Oregon statutes for public notification, if any.

NOW, THEREFORE, BE IT RESOLVED by the Governing Body of the Health District as follows:

1. Application for Grant Authorized. The Governing Body authorizes Samaritan Pacific Health Services to file an application with the IFA to obtain financial assistance for seismic rehabilitation work allowed by Oregon Administrative Rules Chapter 123 Division 51, and to execute a Grant Contract and such other documents as may be required to obtain such grant.

2. Tax-Exempt Status. The Health District covenants not to take any action or omit to take any action if the taking or omission would cause interest paid to the IFA in connection with its Seismic Grant Rehabilitation Program not to qualify for the exclusion from gross income provided by Section 103(1) of the Internal Revenue Code of 1986, as amended. Further, the Health District authorizes Samaritan Pacific Health Services to execute any Tax Certificate, Internal Revenue Service forms or other documents as may reasonably be required by the IFA or its bond counsel to protect the tax-exempt status of such interest.

DATED this 15th day of August 2016

Pacific Communities Health District

Chair

ATTEST:

Secretary