

Resolution 21-7

A Resolution of the Board of Directors of the Sierra County (Calpine) Waterworks District No.1 Authorizing a USDA Loan to Fund Construction of a New Water Tank.

The Board of Directors of the Sierra County (Calpine) Waterworks District No. 1 (Borrower) hereby agrees to incur indebtedness to USDA (*see attached Loan Resolution RUS 1780-27) to fund the construction of a new water tank.

- A. Whereas The Sierra County Waterworks District No. 1 (hereinafter referred to as "District) is a special district established under the laws of the State of California and is empowered to own property, borrow money and give security for loans.
- B. The United States Department of Agriculture (herein referred to as the Agency) is authorized to make loans for infrastructure improvements.
- C. The District desires to construct a new water tank at 10 Catfish Lane.
- D. The Agency has attached a letter to the District dated on August 13th, 2021, with the loan approval conditions.
- E. The District intends to finance the design and construction of the Project pursuant to the loan and upon final approval, funding to be received from the Agency.
- F. In order to receive final approval for the loan, the District will provide the Agency with all required documents as stated in the aforementioned letter prior to the start of construction.

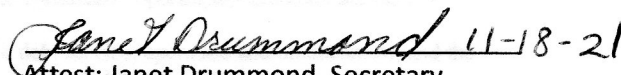
Be it resolved by the Board of Directors of the Sierra County Waterworks District No 1 as follows:

- 1. The District shall meet all requirements set forth in the letter dated on August 23rd 2021, with the attached Letter of Conditions.
- 2. The District shall incur indebtedness on the loan not to exceed \$499,000.
- 3. The Board of Directors recognizes that this loan is needed for system improvements
- 4. The District authorizes James Murphy, Board Chairman, to execute in the name of the District, any and all documentation required by the Agency for the disbursement of funds during the terms of the loan.
- 5. Any money borrowed from the Agency shall be used and expended by the District solely for the purposes described above.

PASSED AND ADOPTED by the Board of Directors of the Sierra County (Calpine) Waterworks District No.1 on the 18th day of November 2021, by the following vote.

Ayes: 4
Noes: 0
Abstain: 0
Absent: 1


James Murphy, Chairman 11/18/2021


Attest: Janet Drummond, Secretary 11-18-21