

RESOLUTION NO. 2032

**A RESOLUTION OF
THE BOARD OF DIRECTORS
OF THE OLIVEHURST PUBLIC UTILITY DISTRICT
DECLARING THE NECESSITY TO INCUR A BONDED INDEBTEDNESS
TO FINANCE PUBLIC CAPITAL FACILITIES FOR THE PROPOSED
OLIVEHURST PUBLIC UTILITY DISTRICT
PLUMAS LAKE COMMUNITY FACILITIES DISTRICT NO. 2002-1
AND CALLING A PUBLIC HEARING**

WHEREAS, the Board of Directors (the “Board”) of the Olivehurst Public Utility District has adopted its Resolution No. 2031 (the “Resolution of Intention”) stating its intention to establish the Olivehurst Public Utility District Plumas Lake Community Facilities District No. 2002-1 (“Plumas Lake CFD No. 2002-1”) pursuant to the Mello-Roos Community Facilities Act of 1982 (Chapter 2.5, Part 1, Division 2, Title 5 (commencing with Section 53311) of the California Government Code) (the “Act”), for the purpose of financing the design, construction, and acquisition costs of certain public improvements (the “Facilities”) and the incidental expenses thereof, all as described in the Resolution of Intention;

WHEREAS, the Board intends to finance all or a portion of the Facilities through the issuance of bonds, the payment of the principal of and interest on which will be secured by the special tax that the Board has proposed to levy in the Plumas Lake CFD No. 2002-1;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Olivehurst Public Utility District that:

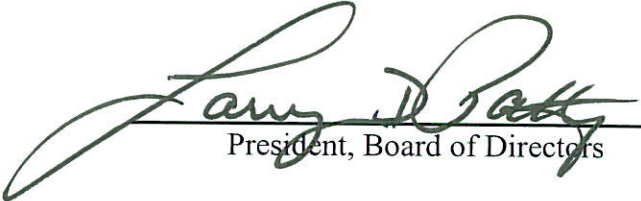
1. **Recitals.** The above recitals are true and correct.
2. **Declaration of Necessity.** In order to finance the acquisition and construction costs of the Facilities and the incidental expenses thereof, it is necessary to incur bonded indebtedness.
3. **Purpose of Debt.** The proposed bonded indebtedness would be incurred for the purpose of construction and acquisition of the Facilities, payment of the incidental expenses of such construction and acquisition, payment of the costs of issuance of the bonds, funding capitalized interest, funding a debt service reserve fund, repayment of funds advanced, and payment of other costs authorized by the Act.
4. **Amount of Proposed Debt.** The amount of the proposed bonded indebtedness to be incurred is \$27,000,000.
5. **Public Hearing.** The Board hereby fixes 7:00 p.m., or as soon thereafter as practicable, on Thursday, September 19, 2002, at the regular meeting place of the Board, Community Center Building, 4979 Olivehurst Avenue, Olivehurst, California, as the time and

place for a public hearing on the proposed bonded indebtedness. The hearing on the bonded indebtedness proposed to be incurred shall be consolidated with the hearing on the establishment of the Plumas Lake CFD No. 2002-1 and shall be conducted as a single hearing.

6. **Publication of Notice.** The Board directs the General Manager to publish a notice of the consolidated hearing, in substantially the form attached as Exhibit C to the Resolution of Intention, once not later than seven days prior to the date fixed for the hearing, in a newspaper of general circulation published in the area of the Plumas Lake CFD No. 2002-1.

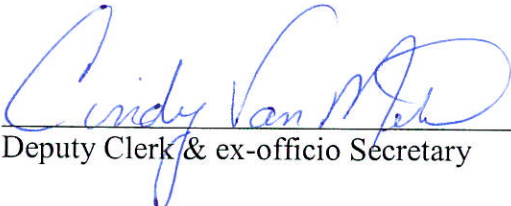
PASSED AND ADOPTED this 15th day of August 2002.

OLIVEHURST PUBLIC UTILITY DISTRICT



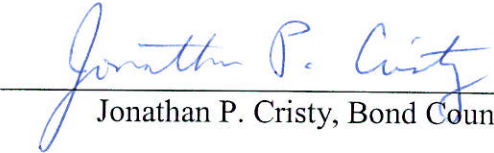
President, Board of Directors

ATTEST:



Deputy Clerk & ex-officio Secretary

APPROVED AS TO FORM AND LEGAL SUFFICIENCY

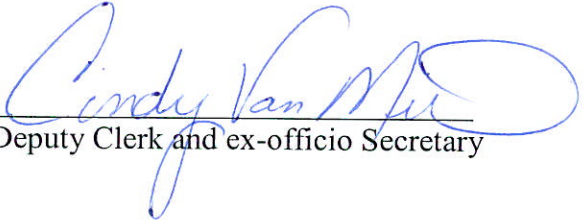


Jonathan P. Cristy, Bond Counsel

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I hereby certify that the foregoing is a full, true, and correct copy of a Resolution duly adopted and passed by the Board of Directors of the Olivehurst Public Utility District, Yuba County, California, at a meeting thereof held on the 15th day of August 2002, by the following vote:

AYES, AND IN FAVOR THEREOF:	Director's Carpenter, Donahue, Souza, and Patty.
NOES :	None.
ABSTAIN :	None.
ABSENT :	Director Miller.


Deputy Clerk and ex-officio Secretary