

RESOLUTION NO. 2020-02

A RESOLUTION of the Board of Commissioners of the San Juan County Public Hospital District No. 2, San Juan County, Washington, further amending Resolution No. 2018-01.

WHEREAS, the Board of Commissioners (the “Board”) of San Juan County Public Hospital District No. 2, San Juan County, Washington (the “District”), adopted Resolution No. 2018-01 on January 25, 2018, as amended by Resolution No. 2018-08, adopted on July 26, 2018 (together, the “Bond Resolution”), authorizing the issuance and sale of up to \$560,000 of a Limited Tax General Obligation Bond (the “Bond”); and

WHEREAS, the District has received an offer from Islanders Bank (the “Bank”) to lower the interest rate of the Bond from 4.35% to 3.25%; and

WHEREAS, the Board agrees it is in the best interest of the District to lower the interest rate on the Bond; and

WHEREAS, the Bank has consented to this amendment;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF SAN JUAN COUNTY PUBLIC HOSPITAL DISTRICT NO. 2, SAN JUAN COUNTY, WASHINGTON, as follows:

Section 1.     Amendment of Definition of Interest Rate in Section 1 of Resolution No. 2018-01. The definition of ***Interest Rate*** in Section 1 of Resolution No. 2018-01 is hereby amended to read as follows (additions are underscored and deletions are shown as stricken through):

Section 1.     Definitions. As used in this resolution, the following words shall have the following meanings:

***Interest Rate*** means a fixed rate equal to 4.35% per annum[ from the Date of Issue through May 31, 2020]. [ Beginning June 1, 2020 and through the Maturity Date, ***Interest Rate*** means a fixed rate equal to 3.25% per annum. ]



Interest shall be calculated on an actual/360-day basis. Principal and interest shall be repaid as set forth in the Bond Resolution (as such term is defined below).

Both principal of and interest on this bond are payable in lawful money of the United States of America. Principal of and interest on this bond shall be paid to the Registered Owner hereof upon presentation and surrender of this bond at U.S. Bank National Association, as, authenticating agent and paying agent (the “Bond Registrar”). Upon final payment of all installments of principal and interest thereon, this bond shall be submitted to the Bond Registrar for cancellation and surrender.

This bond is issued pursuant to Resolution No. 2018-01 of the District[, as amended] (the “Bond Resolution”), to provide funds for the Project. Capitalized terms appearing on this bond and not otherwise defined herein shall have the meanings given such terms in the Bond Resolution.

This bond is subject to prepayment by the District prior to its scheduled maturity as described in the Bond Resolution

This bond is not transferable, except in whole to a financial institution.

This bond is not a “private activity bond” as such term is defined in the Internal Revenue Code of 1986, as amended (the “Code”). The District has designated this bond as a “qualified tax-exempt obligation” under Section 265(b) of the Code for investment by financial institutions.

The available principal of this bond shall be disbursed as borrowings from time to time by the Bank upon request from the District (each such disbursement herein referred to as a “Draw”). Interest on each Draw shall accrue from the date of such Draw and shall be computed on the basis as described above on the principal amount of the Draw outstanding for the actual number of days the principal amount of the Draw is outstanding. Notwithstanding the foregoing, the principal amount outstanding under this bond shall never exceed \$560,000. Draw requests submitted to the Bank in whatever form shall be binding upon the District. The Bank’s failure to record any Draws on the Loan Draw Record attached to this bond shall not affect in any way the District’s obligation to pay this bond.

To pay installments of principal of and interest on this bond as the same shall become due, the District hereby irrevocably covenants that it will deposit funds in the District’s Bond Fund out of all taxes levied by the District by law and when permitted to be levied by State law, and out of other revenues received by the District, such tax receipts and other revenue in an amount which, together with other money of the District, if any, legally available for such purposes, will be sufficient to pay such principal and interest. The full faith, credit and taxing power of the District are hereby irrevocably pledged for the prompt payment of such principal and interest.



SAN JUAN COUNTY PUBLIC HOSPITAL DISTRICT NO. 2,  
SAN JUAN COUNTY, WASHINGTON  
LIMITED TAX GENERAL OBLIGATION BOND, 2018

LOAN DRAW RECORD

Draw Date	Draw Amount	Draw Total
Draw No. 1		
Draw No. 2		
Draw No. 3		
Draw No. 4		
Draw No. 5		
Draw No. 6		
Draw No. 7		
Draw No. 8		
Draw No. 9		
Draw No. 10		
Draw No. 11		
Draw No. 12		

Section 3.     Ratification. Resolution No. 2018-01, as amended by Resolution No. 2018-08 and as further amended by this amendatory resolution is hereby ratified, approved and confirmed.

APPROVED by the Board of Commissioners of San Juan County Public Hospital District  
No. 2, San Juan County, Washington, at a regular meeting thereof held this 28th day of October,  
2020.

SAN JUAN COUNTY PUBLIC HOSPITAL  
DISTRICT NO. 2, SAN JUAN COUNTY,  
WASHINGTON

DocuSigned by:  
*Iris Granille*  
DA949B2231B645C

Chair and Commissioner

DocuSigned by:  
*Albert Berger*  
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Commissioner

DocuSigned by:  
*Cyusta Campbell*  
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Commissioner

DocuSigned by:  
*James Conroy*  
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Commissioner

DocuSigned by:  
*Steve Smith*  
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Commissioner

ATTEST:

DocuSigned by:  
*Albert Berger*  
542F71BB88D24DE...

Secretary, Board of Commissioners

CERTIFICATE

I, the undersigned, Secretary of the Board of Commissioners of San Juan County Public Hospital District No. 2, San Juan County, Washington, (the “District”) and keeper of the records of the Board of Commissioners (the “Board”), DO HEREBY CERTIFY:

1. That the attached resolution is a true and correct copy of Resolution No. 2020-02 of the Board (the “Resolution”), duly passed at a regular meeting thereof held on the 28th day of October, 2020.

2. That said meeting was duly convened and held in all respects in accordance with law, and to the extent required by law, due and proper notice of such meeting was given; that a legal quorum was present throughout the meeting and a legally sufficient number of members of the Board voted in the proper manner for the adoption of the Resolution; that all other requirements and proceedings incident to the proper adoption of the Resolution have been duly fulfilled, carried out and otherwise observed; and that I am authorized to execute this certificate.

IN WITNESS WHEREOF, I have hereunto set my hand this 28th day of October 2020.

DocuSigned by:  
*Albert Berger*  
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Secretary, Board of Commissioners