

# Resolution to Borrow Infrastructure Feasibility Loan

RESOLUTION 23-04

## Rural Community Assistance Corporation

**The Governing Board of Directors of** Johnsville Public Utility District  
*(Name of Borrower)*

*hereby authorizes the submission of a loan application, the incurring of an indebtedness, the execution of a loan agreement and any amendments thereto, a promissory note and any other documents necessary to secure a loan from Rural Community Assistance Corporation.*

### Whereas

- A. Johnsville Public Utility District  
*(Name of Borrower)*  
(hereinafter referred to as "Corporation") is a corporate entity established under the laws of the State of California  
*(State)* and empowered to own property, borrow money and give security for loans.
- B. Rural Community Assistance Corporation (hereinafter referred to as "RCAC") is authorized to make loans for environmental infrastructure .
- C. The Corporation wishes to obtain a loan from RCAC for feasibility determination for Tank Improvement Liquid Chlorination Project  
*(Type of Project)*  
(hereinafter referred to as "Project") on the property located at:  
5267 Main Street, Blairsden, California 96103  
*(Address/Location of Property)*

### It is now resolved that

1. The Corporation shall submit to RCAC an application for a loan for the above stated purposes in the County of Plumas  
*(County)* in the State of California  
*(State)*
2. If the loan is approved, the Corporation is hereby authorized to incur indebtedness in an amount not to exceed the amount approved by RCAC and to enter into a loan agreement with RCAC for the purposes set forth in the loan application and approved by RCAC. It also may give a promissory note and execute security and other instruments required by RCAC to evidence and secure the indebtedness.
3. The Corporation is further authorized to request amendments, including increases in the loan amount up to amounts approved by RCAC, and to execute any and all documents required by RCAC to evidence and secure these amendments.
4. The governing Board recognizes that this loan is to determine alternatives and feasibility for needed system improvements and if the Board later determines that it is not feasible to continue with the project that the RCAC loan still needs to be repaid. In such case, the Board will take the necessary steps to reach a repayment agreement with RCAC, which may be on extended terms, including an assignment of project income sufficient to meet the agreed to debt service for the loan.
5. The Corporation authorizes David Piepho/Director/Board Chair

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*(Title(s) or position(s) of authorized signer(s))*

to execute in the name of the Corporation, the loan application and the loan agreement, promissory note, security and other instruments, and any and all documentation for the disbursement of funds required by RCAC to make and secure the loan and any amendments thereto.

6. The Corporation authorizes Melissa Sheets Manager/Secretay; John LaTourrette/Project Director

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*(Title(s) or position(s) of authorized signer(s))*

To execute in the name of the Corporation, only that documentation required by RCAC for the disbursement of funds during the term of the loan.

Passed and adopted this 2nd day of March, 2023, by the following vote:

Ayes: \_\_\_\_\_ Nays: \_\_\_\_\_ Abstain: \_\_\_\_\_ Absent: \_\_\_\_\_

*The undersigned David Piepho, Board Chair of the Corporation heretofore named, does hereby attest and certify that the foregoing is a true and full copy of a resolution of the Governing Board of Directors adopted at a duly convened meeting on the date mentioned above, and that said resolution has not been altered, amended or repealed.*

\_\_\_\_\_  
*(Date)*

\_\_\_\_\_  
*(Board Chair)*