



SVHCD FINANCE COMMITTEE

AGENDA

**Wednesday March 20, 2019
9:30 am Special Phone Session**

**Location: Administrative Conference Room
Sonoma Valley Hospital, 347 Andrieux Street
Sonoma CA 95476**

Alternative Locations:

- 20580 Palmer Avenue, Sonoma CA 95476
- 930 Amedo Court, Sonoma, CA 95476
- 62 Westlake Rd, Key Largo, Florida 33037
- 270 Perkins St, Sonoma CA 95476
- 321 Moon Mountain Rd, Sonoma CA 95476

Call In Number 866-228-9900, guest code 294221

<p>M In compliance with the Americans Disabilities Act, if you require special accommodations to participate in a Finance Committee meeting, please contact District Clerk Stacey Finn at sfinn@svh.com or (707) 935.5004 at least 48 hours prior to the meeting.</p>	RECOMMENDATION	
AGENDA ITEM		
<p>MISSION STATEMENT The mission of the SVHCD is to maintain, improve, and restore the health of everyone in our community.</p>		
<p>1. CALL TO ORDER/ANNOUNCEMENTS</p>	<i>Nevins</i>	
<p>2. PUBLIC COMMENT SECTION <i>At this time, members of the public may comment on any item not appearing on the agenda. It is recommended that you keep your comments to three minutes or less. Under State Law, matters presented under this item cannot be discussed or acted upon by the Board at this time. For items appearing on the agenda, the public will be invited to make comments at the time the item comes up for Board consideration. At all times please use the microphone</i></p>	<i>Nevins</i>	
<p>3. RESOLUTION 344 – ISSUANCE OF TAX AND REVENUE ANTICIPATION NOTE</p>	<i>Nevins</i>	Inform/Approval
<p>4. ADJOURN</p>	<i>Nevins</i>	

SONOMA VALLEY HEALTH CARE DISTRICT

RESOLUTION NO. 344

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SONOMA VALLEY HEALTH CARE DISTRICT AUTHORIZING THE ISSUANCE OF A TAX AND REVENUE ANTICIPATION NOTE IN A PRINCIPAL AMOUNT NOT TO EXCEED \$1,500,000 AND AUTHORIZING KELLY MATHER TO ENTER INTO A PARCEL TAX AGREEMENT WITH THE COUNTY OF SONOMA

THE BOARD OF DIRECTORS OF SONOMA VALLEY HEALTH CARE DISTRICT RESOLVES AS FOLLOWS:

WHEREAS, pursuant to Section 53850 *et seq.* of the Government Code of the State of California (the “Government Code”) contained in Article 7.6, entitled “Temporary Borrowing,” a healthcare district may borrow money by issuing notes (the “Notes”) for any purpose for which the health care district is authorized to expend moneys, including but not limited to, current expenses, capital expenditures, investment and reinvestment, and the discharge of any obligation or indebtedness of the district; and

WHEREAS, pursuant to Section 53856 of the Government Code, the District may pledge its parcel tax revenue to the repayment of Notes, which shall be issued as a general obligation of the District, and to the extent not paid from the taxes pledged for the payment thereof, shall be paid with interest thereon from any other moneys of the District lawfully available therefor as required by Section 53857 of the Government Code; and

WHEREAS, the District desires to finance certain obligations incurred by the District in connection with prior operations and ongoing operations: and

WHEREAS, the District has determined that the sum of \$1,500,000 is needed to satisfy payment obligations of the District which the District anticipates will become payable prior to the receipt of anticipated parcel tax revenue, and that it is necessary that said sum be borrowed in anticipation of the receipt of taxes to be received by the District during Fiscal Year 2018–2019; and

WHEREAS, the District finds and determines that it is in the best interest of the District to finance its obligations through the issuance of tax and revenue anticipation notes and has determined to issue Sonoma Valley Health Care District Parcel Tax Revenue Anticipation Note, Series 2019 (the “Series 2019 Note”); and

WHEREAS, the Series 2019 Note shall mature on May 31, 2019, which is consistent with the requirement that repayment be made from available funds that have been received or accrued to the District within the fiscal year in which the Notes are issued, or in a succeeding fiscal year from funds accruing in the fiscal year of issuance; and

WHEREAS, the District wishes to provide authority to staff to enter into a parcel tax agreement with the Sonoma County.

Whereas, the purchaser of the Note, Sonoma County, has requested that the District enter into a Parcel Tax Agreement to ensure payment of the Note.

NOW, THEREFORE, be it known that the Board of Directors of the Sonoma Valley Health Care District resolves as follows:

Section 1. The Series 2019 Note may be issued in order to obtain moneys to carry out the District's purposes. The maximum principal amount of the Series 2019 Note which may be issued hereunder is limited to \$1,500,000.

Section 2. The Series 2019 Note shall be evidenced and issued in the principal amount of \$1,500,000. Registered ownership of the Series 2019 Note will be with Sonoma County, as purchaser of the Note, and shall not be transferred thereafter. The Series 2019 Note in the principal amount of \$1,500,000 constitutes a "note" and is being issued pursuant to the provisions of section 53854 of the California Government Code.

Section 3. The Series 2019 Note shall be dated as of March 22, 2019, and interest thereon shall be payable upon maturity. The Series 2019 Note shall mature on May 31, 2019, and shall bear interest at the rate of 2.80 percent per annum. If the District fails to pay the note when due, the ACTTC may retain enough of the parcel tax proceeds to satisfy the principle and interest.

Section 4. The Series 2019 Note shall be substantially in the form set forth in Exhibit A, attached hereto and by this reference incorporated herein.

Section 5. The Board of Directors have reviewed all proceedings heretofore taken relative to the authorization of the Series 2019 Note and has found, as a result of such review, and hereby finds and determines that all acts, conditions and things required by law to exist, happen or be performed precedent to and in the issuance of the Series 2019 Note do exist, have happened and have been performed in due time, form and manner as required by applicable law, and the District is now authorized, pursuant to each and every requirement of applicable law to issue the Series 2019 Note.

Section 6. The Series 2019 Note may be redeemed prior to Maturity at any time, without any premium.

Section 7. The District's obligation to pay the principal and interest on the Series 2019 Note shall be an obligation payable from parcel tax revenues and, to the extent parcel tax revenues are insufficient therefor, subject to any existing or future liens or encumbrances thereon, from any other available moneys of the District.

Section 8. The District's Chief Executive Officer, or designee, upon the advice of the District's legal counsel or special financial consultants, is hereby authorized to do any and all things and to execute, modify and deliver any and all documents that they may deem necessary in order to effectuate the transactions contemplated by this Resolution and to otherwise carry out the purposes of this Resolution. This authorization includes entering into a Parcel Tax Agreement with the

County of Sonoma, whereby the District agrees that the Sonoma County Auditor-Controller Treasurer-Tax Collector may retain sufficient proceeds of the April 2019 installment of the District's parcel tax, and, if necessary, from future installments, to satisfy the note, prior to allocating parcel tax proceeds to the District.

Section 9. This Resolution shall take effect immediately upon its adoption.

PASSED AND ADOPTED this March 22, 2019, by the following votes:

AYES:

NOES

ABSENT

ABSTAIN

Joshua Rymer
Chair, Board of Directors
Sonoma Valley Health Care District

Bill Boerum
Secretary, Board of Directors
Sonoma Valley Health Care District

S0392001/4834-1657-6590-1

FORM OF NOTE

United States of America
State of California
Sonoma County

**SONOMA VALLEY HEALTH CARE DISTRICT
(Sonoma County, California)
Parcel Tax Revenue Anticipation Note, Series 2019**

INTEREST RATE:	MATURITY DATE:	DATED DATE:
2.80%	May 31, 2019	March 22, 2019

REGISTERED OWNER:	SONOMA COUNTY TREASURY
PRINCIPAL SUM:	\$1,500,000.00

FOR VALUE RECEIVED, the Sonoma Valley Health Care District, a local health care district organized and existing under and pursuant to The Local Health Care District Law of the State of California (the “District”), hereby acknowledges itself indebted to and promises to pay to the Owner stated above, the Principal Sum stated above in lawful money of the United States of America, on the Maturity Date stated above, or date of earlier redemption as described below, together with interest thereon in like lawful money from the date hereof until payment of such Principal Sum shall be discharged, at the Interest Rate per annum stated above.

It is hereby certified, recited, and declared that this Note is issued pursuant to the provisions of Resolution No. 344 of the Board of Directors of the District duly passed and adopted on March 22, 2019, and pursuant to Section 32130 of the California Health and Safety Code, and that all things, conditions, and acts required to exist, happen, and be performed, exist, have happened, and been performed in regular and due time, form, and manner as required by law, and that the amount of this Note, together with all other indebtedness and obligations of the District, does not exceed any limit prescribed by the Constitution and laws of the State of California.

The Principal Sum of the Note, together with the interest thereon, shall be payable from taxes, income, revenue, cash receipts and other monies which are held or received by the District for the fiscal year 2018-2019 and which are lawfully available for the current expenses and other obligations of the District. Specifically, the Principal Sum of the Note, together with the interest thereon, shall be payable from the proceeds of the District’s special tax on parcels of property within the District authorized at an election held on June 6, 2017 (the “Tax”).

The Note is issued as a fully registered Note, without coupons. The Note is not transferable by its registered owner.

The Note shall be redeemed at any time, without premium, upon receipt by the District of proceeds from the Tax for fiscal year 2018-2019.

If the Note is called for redemption and payment is duly provided therefor, interest shall cease to accrue hereon from and after the date fixed for redemption.

IN WITNESS WHEREOF, SONOMA VALLEY HEALTH CARE DISTRICT has caused this Note to be executed in its name and on its behalf by the manual signature of its Chief Executive Officer and attested by the manual signature of the Secretary of its Board of Directors, all as of the Dated Date stated above.

SONOMA VALLEY HEALTH CARE
DISTRICT

By: _____
Chief Executive Officer

ATTEST:

Secretary

CLERK'S CERTIFICATE

I, _____, Clerk of the Governing Board of the Sonoma Valley Health Care District of the County of Sonoma, State of California, do hereby certify that the foregoing is a full, true and correct copy of a resolution duly adopted at a special/regular meeting of the Governing Board of said District, regularly held at the regular meeting place thereof, on March 22, 2019 of which meeting all the members of said Governing Board had due notice.

I further certify that said resolution has not been amended, modified, or rescinded since the date of its adoption and the same is now in full force and effect.

ATTEST: This _____ day of _____.

Stacey J. Finn, Clerk of the Governing Board of
the Sonoma Valley Health Care District

County of Sonoma, State of California

COUNTY TREASURER'S AUTHORIZATION

(Per County of Sonoma Resolution 91-0271)

The attached request for borrowing is in compliance with the requirements of Article XVI, Section 6, of the State Constitution and with Resolution 91-0271 of the County of Sonoma.

Approved By:

Erick Roeser
Auditor-Controller/Treasurer-Tax Collector
County of Sonoma

Date: _____

Amount to be collected on Property Tax Bill _____

Amount requested _____

Percent of Property Tax Bill Requested _____

(Not to exceed 85% of outstanding property taxes)