

Motion

Reimbursement Resolution (2008-03-26)

RESOLUTION DECLARING OFFICIAL INTENT OF CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION TO REIMBURSE CERTAIN EXPENDITURES FROM PROCEEDS OF INDEBTEDNESS AND TO USE 2008 BORROWINGS ON AN INTERIM BASIS PRIOR TO THE AVAILABILITY OF PROCEEDS FROM SUBSEQUENT FACILITY RELATED FINANCING ADOPTED MARCH 26, 2008

WHEREAS, the California Independent System Operator Corporation (the "Corporation") expects to pay certain expenditures (the "Expenditures") in connection with its new facility program (collectively, the "Project") prior to and in anticipation of the issuance of indebtedness for the purpose of financing the Project on a long-term basis;

WHEREAS, the Corporation intends to fund such Expenditures on an interim basis with either general corporate funds, or the proceeds from the planned mid- 2008 bond issuance;

WHEREAS, the Corporation reasonably expects that debt obligations will be issued during 2009 in one or more series and that certain of the proceeds of such debt obligations will be issued to pay or reimburse either general corporate funds or the mid- 2008 bond construction fund the Expenditures for the Project in an amount not to exceed \$18,000,000;

WHEREAS, Section 1.150-2 of the Treasury Regulations requires the Corporation to declare its official intent to reimburse itself for prior expenditures for the Project with proceeds of debt obligations;

NOW, THEREFORE, THE CORPORATION hereby resolves:

- The Corporation finds and determines that the foregoing recitals are true and correct.
- The Corporation hereby declares its official intent to use proceeds of the facility indebtedness to be incurred in 2009 to pay or reimburse itself or the 2008 bond offering construction fund for Expenditures in an amount not expected to exceed \$18,000,000.

This Resolution shall take effect from and after its adoption.

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Second: Gage

Board Action: <b>Passed</b>	Vote Count: <b>5-0-0</b>
Capuano	Y
Doll	Y
Gage	Y
Page	Y
Willrich	Y

Motion Number: 2008-03-G6