

**CITY OF WASILLA
RESOLUTION SERIAL NO. 99-10**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WASILLA APPROVING UP TO \$19,000,000 OF CITY OF PALMER, ALASKA HOSPITAL REVENUE BONDS, 1999 (VALLEY HOSPITAL ASSOCIATION) TO FINANCE AND REFINANCE IMPROVEMENTS TO THE VALLEY HOSPITAL MEDICAL CAMPUS IN WASILLA.

WHEREAS, Valley Hospital Association, Inc. ("Valley Hospital") proposes to construct improvements to the West Valley Medical Campus in the City of Wasilla ("the City"), including consolidating surgery, radiology and lab facilities to provide a comprehensive outpatient hospital, and to refinance other facilities at the West Valley Medical Campus (the "Project"), and the City of Palmer will issue not to exceed \$19,000,000 in principal amount of revenue bonds (collectively, the "Bonds") to provide funds to finance the Project; and

WHEREAS, Section 147 (f) of the Internal Code of 1986 (the "Code") provides that interest on the Bonds will not be exempt from federal income taxation unless each governmental unit is having jurisdiction over the area in which a facility that is to be financed with proceeds of the Bonds is located has approved the Bonds after a public hearing; and

WHEREAS, a public hearing on the Bonds has been duly noticed and held in the City, and the council finds that the use of proceeds of the Bonds to finance the Project is in the best interest of the City and its residents; and

WHEREAS, by approving the Bonds for purposes of the public approval requirement of Section 147 (f) of the Code, the City does not assume any other obligation with respect to either the Bonds or the Project.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WASILLA, that:

Section 1. The issue of revenue bonds to be issued by the City of Palmer in a principal amount of not to exceed \$19,000,000 to provide funds to Valley Hospital to construct improvements to the West Valley Medical Campus, including consolidating surgery, radiology and lab facilities to provide a comprehensive outpatient hospital, and to

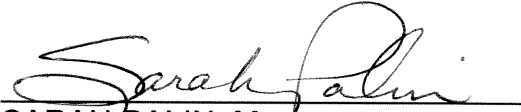
refinance other facilities at the West Valley Medical Campus, in the City of Wasilla, is hereby approved. This constitutes the public approval of the Bonds by the City that is required under Section 147 (f) of the Code.

Section 2. By approving the Bonds for purposes of the public approval requirement of Section 147 (f) of the Code, the City does not assume any other obligation with respect to either the Bonds or the Project.

Section 3. This resolution shall become effective upon passage and approval.

PASSED AND APPROVED by the City Council of the City of Wasilla, Alaska, this 12th day of April 1999.

CITY OF WASILLA, ALASKA


SARAH PALIN, Mayor

ATTEST:


KRISTIE L. VANGORDER, CMC/AE
City Clerk

[SEAL]