

RESOLUTION NO. 2012-31

A RESOLUTION APPROVING THE FINANCING BY THE
RED RIVER HEALTH FACILITIES DEVELOPMENT
CORPORATION OF A HEALTH FACILITY LOCATED
WITHIN GALVESTON COUNTY, TEXAS FOR HAPPY
HARBOR METHODIST HOME, INC; CONTAINING
CERTAIN FINDINGS AND PROVIDING OTHER MATTERS
RELATED TO THE SUBJECT

WHEREAS, the Health Facilities Development Act, Chapter 221, Texas Health and Safety Code (the "Act"), authorizes and empowers Red River Health Facilities Development Corporation (the "Issuer") to issue revenue bonds on behalf of the City of Windthorst, Texas (the "Issuing Unit") to finance and refinance the costs of health facilities found by the Board of Directors of the Issuer to be required, necessary or convenient for health care, research and education, any one or more, within the State of Texas and in furtherance of the public purposes of the Act; and

WHEREAS, Section 221.030 of the Act provides that the Issuer may provide for the financing or refinancing of health facilities located outside the limits of the Issuing Unit with the consent of each city, county or hospital district within which such health facility is or is to be located; and

WHEREAS, Happy Harbor Methodist Home, Inc. (the "Borrower"), a nonprofit Texas corporation, proposes to obtain financing and refinancing from the Issuer from the proceeds of one or more series of the Issuer's bonds and notes in a maximum principal amount of \$90,000,000 for the costs of certain health facilities consisting of a continuing care retirement community consisting of approximately 100 independent living units, 8 catered living units, 34 assisted living units, 24 memory support units, and 48 nursing beds along with associated common areas to be located at 304 Alabama Avenue in League City, Galveston County, Texas (the "Project"); and

WHEREAS, the Project will be located within League City, Texas (the "City") and outside the limits of the Issuing Unit;

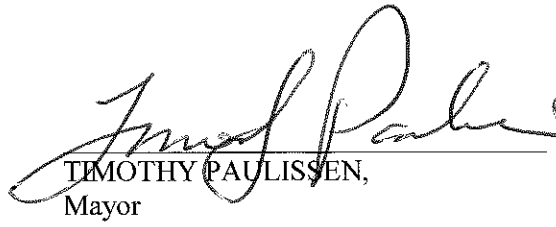
NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, as follows:

Section 1. The facts and opinions in the recitations of this Resolution are true and correct.

Section 2. That the City hereby consents to the financing by the Issuer of the Project for the purposes of Section 221.030 of the Act and approves the financing for the purposes of Section 147(f) of the Internal Revenue Code of 1986; provided that the City shall have no liability in connection with the financing of the Project and shall not be required to take any further action with respect thereto.

Section 3. All resolutions and agreements in conflict herewith are hereby repealed to the extent of the conflict only.

PASSED AND APPROVED on the 25th day of September, 2012.


TIMOTHY PAULISSEN,
Mayor

ATTEST:


DIANA M. STAPP,
City Secretary