

DEC 06 2018

**RESOLUTION NO. 2018-3 ____ OF THE BOARD OF
COALINGA REGIONAL MEDICAL CENTER**

By [Signature] FRESNO COUNTY CLERK
DEPUTY

**Ordering An Election On A Proposed Purchase Agreement or Lease
With Option To Purchase With Coalinga Medical Center, LLC;
Requesting The Assistance Of The County Of Fresno In Connection With
That Election; And To Request Consolidation Of That Election With
Any Other Election Held On That Date**

WHEREAS, Coalinga Regional Medical Center, a California Local Health Care District (the "District") operates the Coalinga Regional Medical Center (the "Medical Center") to provide acute health care to the people residing in the District;

WHEREAS, the Medical Center closed due to severe financial problems;

WHEREAS, the ongoing closure of the Medical Center leaves the people of the District without access to a local hospital and its emergency room services creating a healthcare crisis for the community;

WHEREAS, Coalinga Medical Center, LLC ("Purchaser") is a California for-profit limited liability company;

WHEREAS, District and Purchaser have agreed to a transaction pursuant to which Purchaser would make substantial investments to meet the medical needs of the citizens of the District and will either purchase or lease with an option to purchase the assets of the District for fair market value on the terms and conditions set forth in a proposed agreement (the "Agreement");

WHEREAS, reopening the Medical Center under the operation of Purchaser will benefit the health and welfare of the citizens of the District and will benefit the local economy by stimulating new projects and new jobs at the Medical Center without increasing taxes;

WHEREAS, California Health and Safety Code Section 32121(p) requires the District to submit approval of the Agreement to the electorate of the District as part of a Special or General Election; and

WHEREAS, the Agreement may be approved by the electorate by a simple majority of qualified voters.

NOW THEREFORE, BE IT RESOLVED by the Board of the District as follows:

SECTION 1. The Board of the District hereby finds and determines that the foregoing recitals are true and correct.

SECTION 2. The District Board of Directors hereby requests that the Fresno County Board of Supervisors call a special election to be held in the District on March 5, 2019 at which election there shall be submitted to the qualified voters the proposition set forth below.

FILED

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By [Signature] DEPUTY

SECTION 3. That the District requests of the Fresno County Board of Supervisors that the election for this measure be consolidated with the special election to be held on March 5, 2019.

SECTION 4. The question to be submitted to the voters with respect to the ballot measure shall be printed on the election ballot in the following form:

Measure to Preserve Community Health Care. Should Coalinga Regional Medical Center ("District") approve (1) a lease with option to sell the District's improved real property assets; and (2) the sale of the District's non-real property assets, for fair market value, with no additional cost to taxpayers, to the for-profit, Coalinga Medical Center, LLC ("Purchaser"), in order to regain access to our local general acute care hospital including the emergency room and skilled nursing facility?

Yes _____ No _____

Section 5. The District requests that the Fresno County Board of Supervisors authorize the Fresno County Clerk to conduct the special election. The District will reimburse the County for the actual costs incurred by the county election officials in conducting the vote on the ballot measure upon receipt of a bill stating the amount due as determined by the elections official.

Section 6. The District does not desire that the purchase documents be printed in the County Voter Information Guide. However, the District will make the purchase documents available at the District's office and the County Department of Elections.

Section 7. The District desires to authorize any Board member to submit an argument for or rebuttal by the District in the Voter Guide.

Section 8. The District's CEO, legal counsel, and the Clerk of the Fresno County Department of Elections, if they each agree, are authorized to make any clerical revisions to any documents pertaining to the special election.

The foregoing resolution was approved and adopted at a special meeting of the Board of the District held on December 3, 2018 by the following vote:

Ayes: 4

Noes: 0

Abstain: 0

Absent: 0

William A. Lewis
District President

Attest

Linda Balling
District Secretary

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By *[Signature]*
FRESNO COUNTY CLERK
DEPUTY

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