

**BOARD OF DIRECTORS
OF THE
WASHINGTON TOWNSHIP HEALTH CARE DISTRICT**

RESOLUTION NO. 1005

**RESOLUTION ORDERING ELECTION, SETTING FORTH THE SPECIFICATIONS
THEREOF AND REQUESTING AND AUTHORIZING CERTAIN ACTIONS AND
ACCOUNTABILITY MEASURES WITH RESPECT THERETO.**

WHEREAS, the Board of Directors (the "Board") of the Washington Township Health Care District (the "District"), in the County of Alameda, California (the "County"), is generally authorized to order elections within the District and to designate the specifications thereof;

WHEREAS, pursuant to the Local Health Care District Law, the Board is specifically authorized to order elections for the purpose of submitting to the electors the question of whether bonds of the District shall be issued and sold for the purpose of raising money for the purposes hereinafter set forth;

WHEREAS, the Board considers special assessments to be inadvisable for the purposes set forth herein;

WHEREAS, the Board deems it necessary and advisable to submit a bond proposition to the electors which, if approved by two-thirds of the votes cast, would permit the District to issue and sell its bonds;

WHEREAS, it is desirable that the election to determine whether the bonds shall be issued and sold be consolidated with such other election or elections as may be held on the same day in the same territory or in territory that is in part the same;

WHEREAS, Election Code Sections 9400, et seq., require that a tax rate statement be contained in all official publications and ballot pamphlets prepared, sponsored or published by the District which relate to the proposition;

WHEREAS, this Board desires to authorize the filing of a ballot argument in favor of the proposition to be submitted to the voters at the election; and

NOW, THEREFORE, IT IS HEREBY FOUND, DETERMINED AND ORDERED, as follows;

Section 1. Pursuant to Health and Safety Code Section 32301 a special election shall be held within the boundaries of the Washington Township Health Care District on November 2, 2004, for the purpose of submitting to the registered voters of the District the following proposition (the "Proposition"):

"To improve Washington Hospital's capacity to provide life-saving services to heart attack victims and other critically ill patients and to make seismic upgrades for earthquake safety,

reduce patient overcrowding by expanding Emergency, Critical Care, Intensive Care, and Cardiac Care units, provide additional operating rooms and patient beds, and upgrade related medical facilities and building systems, shall Washington Township Health Care District issue \$190,000,000 of bonds with independent citizens' oversight and to ensure that no proceeds are used for administrative salaries?"

Bonds _____ Yes

Bonds _____ No

The bonds proposed to be issued and sold shall bear interest at a rate or rates per annum not exceeding the statutory maximum, payable at the time or times permitted by law, and the term of the bonds shall not exceed 30 years from the date of issuance of the bonds or the date of issuance of any series thereof. The aggregate principal amount of bonds proposed to be issued under the Proposition shall not exceed \$190,000,000.

Section 2. Pursuant to Section 1 of Article XIII A of the Constitution of the State of California and Health and Safety Code Section 32302, the Proposition shall become effective only if two-thirds of the votes cast on the Proposition are in favor thereof.

Section 3. Pursuant to Government Code Section 53410, the Board hereby provides the requisite accountability measures. The bond proceeds shall apply only to the single purpose identified in the Proposition. The District shall create an account into which the bond proceeds shall be deposited. The Board hereby directs the District's chief financial officer to file with the Board an annual report as required by Government Code Section 53411 no later than the first January 1 following issuance of the bonds and at least once a year thereafter.

Section 4. This order of election and the foregoing specifications of the election order are made pursuant to Health and Safety Code Section 32300, et seq., and the Registrar of Voters of the County is hereby requested to take all steps to call and hold the election in accordance with law and these specifications. Pursuant to the Elections Code, the Board of Supervisors of Alameda County is required to permit the Registrar of Voters of the County to render all services specified by Section 10418 of the Elections Code relating to the election for which services the District agrees to reimburse the County.

Section 5. The Board of Supervisors of the County is requested to order consolidation of the election with such other elections as may be held on the same day in the same territory or in territory that is in part the same.

Section 6. The Clerk of the Board is hereby directed to deliver, no later than August 6, 2004 (which date is at least 88 days prior to the date set for the election), one certified copy of this resolution and order to the Registrar of Voters of the County and one certified copy to the Clerk of the Board of Supervisors of the County.

Section 7. The Chief Executive Officer of the District is hereby authorized to prepare a tax rate statement (the "Tax Rate Statement") conforming to the requirements of Elections Code Section 9401 and to file the Tax Rate Statement with the Registrar of Voters of the County. The Tax Rate Statement shall be in substantially the form attached hereto as Exhibit A.

Section 8. The Registrar of Voters of the County is hereby requested to include the Tax Rate Statement in all official publications pertaining to the Proposition pursuant to the terms of Elections Code Section 9402.

Section 9. The Registrar of Voters of the County is hereby requested to transmit a copy of the Proposition to the County Counsel with a request that the County Counsel prepare an impartial analysis pursuant to the requirements of Elections Code Section 9500.

Section 10. The members of the Board are hereby authorized, but not directed, to prepare and file with the Registrar of Voters of the County a ballot argument in favor of the Proposition pursuant to the requirements of Elections Code Section 9501.

Section 11. The Clerk of the Board is hereby directed to submit a copy of the ballot argument, if the same is filed pursuant to Section 10 above, to the Registrar of Voters of the County on or before the deadline date fixed by the Registrar of Voters of the County.

Section 12. This resolution shall take effect from and after its date of adoption.

PASSED AND ADOPTED by the Board of the Washington Township Health Care District on July 21, 2004, by the following vote:

AYES: Directors Danielson, Nicholson, Stewart, Wallace, Wong

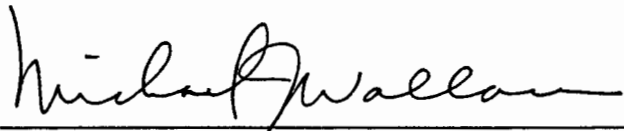
NOES: None

ABSTAIN: None

ABSENT: None



Secretary of the Board of Directors of the
Washington Township Health Care District



President of the
Board of Directors of the
Washington Township Health Care District

EXHIBIT A

FORM OF TAX RATE STATEMENT

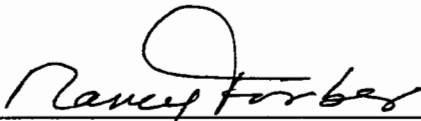
TAX RATE STATEMENT IN CONNECTION WITH WASHINGTON TOWNSHIP HEALTH CARE DISTRICT BOND MEASURE TO BE SUBMITTED AT BOND ELECTION TO BE HELD ON NOVEMBER 2, 2004

An election will be held in the Washington Township Health Care District (the "District") on November 2, 2004, to authorize the sale of up to \$190,000,000 in general obligation bonds of the District to finance the acquisition and improvement of real property for healthcare related purposes. If such bonds are authorized and sold, the principal thereof and interest thereon will be payable from the proceeds of tax levies made upon the taxable property in the District. The following information is provided in compliance with Sections 9400-9404 of the California Elections Code.

1. The best estimate of the tax which would be required to be levied to fund this bond issue during the first fiscal year after the sale of the first series of bonds, based on estimated assessed valuations available at the time of filing of this statement, is .493 cents per \$100 (\$4.93 per \$100,000) of assessed valuation in fiscal year 2005-2006.
2. The best estimate of the tax rate which would be required to be levied to fund this bond issue during the first fiscal year after the sale of the last series of bonds, based on estimated assessed valuations available at the time of filing of this statement, is 1.588 cents per \$100 (\$15.88 per \$100,000) of assessed valuation in fiscal year 2009-2010.
3. The best estimate of the highest tax rate which would be required to be levied to fund this bond issue, based on estimated assessed valuations available at the time of filing of this statement, is 1.856 cents per \$100 (\$18.56 per \$100,000) of assessed valuation, in fiscal year 2010-2011.
4. The best estimate of the average tax rate which would be required to be levied to fund this bond issue over all the years the bonds are expected to be outstanding, based on estimated assessed valuations available at the time of filing of this statement, is .976 cents per \$100 (\$9.76 per \$100,000) of assessed valuation.

Attention of all voters is directed to the fact that the foregoing information is based upon projections and estimates only, which are not binding upon the District. The actual tax rates and the years in which they will apply may vary from those presently estimated, due to variations from these estimates in the timing of bond sales, the amount of bonds sold at any given sale, actual assessed valuations over the term of repayment of the bonds and applicable interest rates. The actual times of sales of the bonds and the amount sold at any given time will be governed by the needs of the District and other factors (including market variations in interest rates on general obligation bonds). Actual future assessed valuations will depend upon the amount and value of taxable property within the District as determined in the assessment and the equalization process.

Dated: July 21, 2004



Chief Executive Officer
Washington Township Health Care District