

**RESOLUTION 10-16-04**

**TO EXPRESS THE INTENTION OF THE CITY COUNCIL OF THE CITY OF HARTSVILLE, TO CAUSE THE CITY OF HARTSVILLE, SOUTH CAROLINA TO BE REIMBURSED WITH THE PROCEEDS OF OBLIGATIONS FOR CERTAIN COSTS ASSOCIATED WITH THE ACQUISITION, EQUIPPING AND INSTALLATION OF VARIOUS UTILITY VEHICLES AND COMMUNICATION RADIOS.**

The City of Hartsville, South Carolina (the "City") hereby declares its intention to reimburse itself for a portion of the original expenditures of the acquisition, equipping and installation of various utility vehicles and communication radios for police and fire protection vehicles (the "Project") with the proceeds of a lease purchase obligation (the "Obligation"), in a maximum aggregate principal amount reasonably expected not to exceed \$900,000. To that end, the City determines and declares as follows:

(a) no funds from any sources other than the Obligation may be, are, or are reasonably expected to be, reserved, allocated on a long-term basis or otherwise set aside by the City pursuant to the budget or financial policies of the City for the financing of the portion of the costs of acquisition, equipping and installation of the Project to be funded with the Obligation;

(b) the City reasonably expects that all or a portion of the original expenditures incurred for the Project and the consummation of the Obligation will be paid prior to the date of consummation of the Obligation;

(c) the City intends and reasonably expects to reimburse itself for all such expenditures paid by it with respect to the Project prior to the consummation of the Obligation, from the proceeds of the Obligation, and such intention is consistent with the budgetary and financial circumstances of the City;

(d) the City intends and reasonably expects to reimburse itself for all such expenditures no later than 18 months after the later of (i) the date the original expenditure is paid, or (ii) the date the Project is placed in service or abandoned for federal income tax purposes, but in no event more than 3 years after the original expenditure is paid;

(e) all of the costs to be paid or reimbursed from the proceeds of the Obligation, will be for costs incurred in connection with the consummation of the Obligation or will, at the time of payment thereof, be properly chargeable to the capital account of the Project (or would be so chargeable with a proper election) under general federal income tax principles; and

(f) this Resolution shall constitute a declaration of official intent under United States Department of the Treasury Regulation Section 1.150-2.

**DONE, RATIFIED AND ADOPTED** this 11th day of October, 2016

**CITY OF HARTSVILLE, SOUTH CAROLINA**

(SEAL)

By: \_\_\_\_\_  
Carl M. (Mel) Pennington IV, Mayor

Attest:

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Sherron L. Skipper, City Clerk