

RESOLUTION 09-17-04

TO EXPRESS THE INTENTION OF THE CITY COUNCIL OF THE CITY OF HARTSVILLE, TO CAUSE THE CITY OF HARTSVILLE TO BE REIMBURSED WITH THE PROCEEDS OF OBLIGATIONS FOR CERTAIN COSTS ASSOCIATED WITH ACQUISITION AND EQUIPPING OF CAPITAL ITEMS LOCATED IN THE CITY OF HARTSVILLE.

WHEREAS, 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 and equipping of certain capital items, including law enforcement vehicles, sanitation trucks and vehicles and other rolling stock (the “Project”) with the proceeds of bonds or notes or other obligations of the City (the “Obligations”), in a maximum aggregate principal amount reasonably expected not to exceed \$750,000;

NOW, THEREFORE, be it resolved by the City Council of the City of Hartsville, and it is hereby determined and declared and resolved by the same, as follows:

(a) no funds from any sources other than the Obligations 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, construction, and equipping of the Project to be funded with the Obligations;

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

(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 issuance of the Obligations, from the proceeds of the Obligations, 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 Obligations, will be for costs incurred in connection with the issuance of the Obligations 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 7th day of September, 2017.

CITY OF HARTSVILLE, SOUTH CAROLINA

(SEAL)

Carl M. (Mel) Pennington IV, Mayor

Attest:

Sherron L. Skipper, CMC, City Clerk