

RESOLUTION 02-23-03

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 THE ACQUISITION OF REAL PROPERTY FROM THE HARTSVILLE PUBLIC DEVELOPMENT CORPORATION AND RELATED IMPROVEMENTS

WHEREAS, the City of Hartsville, South Carolina (the “Issuer”) hereby declares its intention to reimburse itself for a portion of the original expenditures associated with the acquisition of certain properties from the Hartsville Public Development Corporation (the “Property”) with the proceeds of general obligation bonds or notes or other obligations of the Issuer (the “Obligations”), in a maximum aggregate principal amount reasonably expected not to exceed \$1,100,000;

NOW, THEREFORE, be it resolved by the City Council of the City of Hartsville, the governing body of the City, 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 Issuer pursuant to the budget or financial policies of the Issuer for the financing of the portion of the costs of acquisition of the Property to be funded with the Obligations;

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

(c) the Issuer intends and reasonably expects to reimburse itself for all such expenditures paid by it with respect to the Property 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 Issuer;

(d) the Issuer 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 Property 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 Property (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 21st day of February 2023.

CITY OF HARTSVILLE, SOUTH CAROLINA

(SEAL)

Casey Hancock, Mayor

Attest:

Sherron L. Skipper, City Clerk