

RESOLUTION NO. 2014-0142

Adopted by the Sacramento City Council

May 27, 2014

DECLARATION OF THE CITY OF SACRAMENTO'S OFFICIAL INTENT TO REIMBURSE CERTAIN EXPENDITURES FROM PROCEEDS OF INDEBTEDNESS OF ITS CURTIS PARK VILLAGE COMMUNITY FACILITIES DISTRICT NO. 2014-02 (IMPROVEMENTS)

BACKGROUND

- A. PDC Construction Company Inc. ("Developer"), the primary owner of the Curtis Park Village development, has asked the City to form a community facilities district, Curtis Park Village Community Facility District No. 2014-02 (Improvements) (the "CFD").
- B. Through the issuance of bonds (the "CFD Special Tax Bonds"), the City will acquire certain public facilities constructed by the Developer and finance certain other capital costs and certain fees paid to develop Curtis Park Village (the "Project").
- C. To finance, on a long-term basis, the costs associated with the Project, the City reasonably expects to issue the CFD Special Tax Bonds ("Debt Obligations") in calendar-year 2015, the interest on which is expected to be exempt from income taxation under the United States Internal Revenue Code. The amount of the Debt Obligations is not expected to exceed \$13 million.
- D. The City expects to pay certain expenditures in connection with the Project before the issuance of the Debt Obligations ("Reimbursement Expenditures") and to use a portion of the proceeds of the Debt Obligations, to reimburse the Reimbursement Expenditures.
- E. If the City reimburses the Reimbursement Expenditures from the proceeds of Debt Obligations, then Section 1.150-2 of the United States Treasury Regulations ("Treasury Regulations") requires the City to declare its reasonable official intent to reimburse prior expenditures for the Project with proceeds of a subsequent borrowing.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

Section 1. The above recitals are true, and the City Council so finds and determines.

Section 2. This resolution is adopted solely for purposes of establishing compliance with the requirements of Section 1.150-2 of the Treasury Regulations. It does not bind the City to make any expenditure, incur any indebtedness, or proceed with the Project.

Section 3. The City declares its official intent to use proceeds of indebtedness to reimburse itself for Reimbursement Expenditures.

Section 4. This resolution takes effect when adopted.

Adopted by the City of Sacramento City Council on May 27, 2014, by the following vote:

Ayes: Members Ashby, Cohn, Fong, Hansen, McCarty, Pannell, Schenirer, Warren, and Mayor Johnson.

Noes: None

Abstain: None

Absent: None

Attest:

Shirley A. Concolino
Digitally signed by Shirley A. Concolino
DN: cn=Shirley A. Concolino, o=City of Sacramento, ou=City Clerk, email=sconcolino@cityofsacramento.org, c=US
Date: 2014.06.02 13:41:08 -07'00'

Shirley Concolino, City Clerk