

RESOLUTION NO. 2019-0222

Adopted by the Sacramento City Council

June 11, 2019

Declaration of Official Intent to Reimburse Expenditures from Proceeds of an Obligation in Connection with the Sacramento Convention Center Ballroom Project

BACKGROUND

- A. The City desires to finance the construction of a ballroom and related improvements as part of the renovated Sacramento Convention Center (the "Project").
- B. To finance, on a long-term basis, the costs associated with the Project, the City reasonably expects to issue tax-exempt bonds or other obligations secured by assessments payable within the City of Sacramento Tourism Infrastructure District No. 2018-04 (the "Bonds"), the interest on which is to be exempt from income taxation under the United States Internal Revenue Code. The maximum principal amount of the Bonds is not expected to exceed \$50,000,000.
- C. The City expects to pay, from amounts in the City's General Fund or from other available funds, certain expenditures in connection with the Project before the issuance of the Bonds (the "Original Expenditures") and to use a portion of the proceeds of the Bonds to reimburse itself for the Original Expenditures.
- D. To use the proceeds of the Bonds to reimburse advances made by the City for the Project before the date of issuance of the Bonds, but not more than 60 days before the date of adoption of this resolution, Section 1.150-2 of the United States Treasury Regulations ("Section 1.150-2") requires the City to declare its reasonable "official intent" to reimburse itself with proceeds of the Bonds.
- E. The City Council is fully advised in this matter.

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

- Section 1. The City Council finds that the statements in the Background are true.
- Section 2. The City hereby declares its official intent to use the proceeds of an obligation, i.e., the proceeds of the Bonds, to reimburse itself for the Original Expenditures.

Section 3. This resolution is adopted solely for purposes of establishing compliance with Section 1.150-2. It does not bind the City to make any expenditure, incur any indebtedness, or proceed with the Project.

Section 4. This resolution takes effect when adopted.

Adopted by the City of Sacramento City Council on June 11, 2019, by the following vote:

Ayes: Members Ashby, Carr, Guerra, Hansen, Harris, Jennings, Schenirer, Warren and Mayor Steinberg

Noes: None

Abstain: None

Absent: None

Attest:

Mindy Cuppy

Digitally signed by Mindy Cuppy
Date: 2019.06.12 17:17:14
-07'00'

Mindy Cuppy, City Clerk

The presence of an electronic signature certifies that the foregoing is a true and correct copy as approved by the Sacramento City Council.