

**CITY OF FIRCREST
RESOLUTION NO. 1534**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
FIRCREST, WASHINGTON, DECLARING ITS OFFICIAL INTENT
TO REIMBURSE CAPITAL EXPENDITURES FROM PROCEEDS OF
A FUTURE BORROWING; AND PROVIDING FOR ALL OTHER
MATTERS PROPERLY RELATED THERETO, ALL AS MORE
PARTICULARLY SET FORTH HEREIN.**

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FIRCREST:

Section 1. Findings and Determinations. The City Council (the “City Council”) of the City of Fircrest, Washington (the “City”) takes note of the following facts and hereby makes the following findings and determinations:

1.1.The City intends to make expenditures for the Project (identified below) from money that is available but that is not (and is not reasonably expected to be) reserved, allocated on a long-term basis, or otherwise set aside for those expenditures, and reasonably expects to be reimbursed for those expenditures from proceeds of tax-exempt bonds or other obligations (the “Bonds”) issued or incurred to finance those expenditures.

1.2.The Internal Revenue Code and certain federal regulations relating to the reimbursement of expenditures from proceeds of the Bonds require, among other things, that not later than 60 days after payment of the original expenditure the City (or any person designated by the City to do so on its behalf) declare a reasonable official intent to reimburse those expenditures from proceeds of the Bonds.

Section 2. Description of Projects for Which Expenditures are to be Made. The City intends to make expenditures from the City’s General Fund to pay a portion of the costs of replacing, rehabilitating and improving the City’s pool, community center, and other parks capital projects, all as deemed necessary and advisable by the City Council (the “Project”).

Section 3. Declaration of Intent to Reimburse Expenditures for the Projects. The City intends and expects that expenditures for the Project made by the City will be reimbursed from proceeds of the Bonds. The City further expects that the maximum principal amount of the Bonds that will be issued or incurred to finance the Project described in Section 2 will be \$5,000,000.

Section 4. Declaration Reasonable. The City Council has reviewed its existing and reasonably foreseeable budgetary and financial circumstances and has determined that the City reasonably expects to be reimbursed for expenditures for the Project from proceeds of Bonds because the City has no money available that already is, or is reasonably expected to be, reserved, allocated on a long-term basis, or otherwise set aside by the City for those expenditures on the Project.

1 **Section 5.** Limitations on Uses of Reimbursement Amounts. The City will not, within
2 one year after the expected reimbursement, use amounts corresponding to proceeds
3 received from Bonds issued in the future to reimburse the City for previously paid
4 expenditures for the Project in any manner that results in those amounts being treated as
5 replacement proceeds of the Bonds or any tax-exempt bonds, i.e., as a result of being
6 deposited in a reserve fund, pledged fund, sinking fund or similar fund (other than a
7 bona fide debt service fund) that is expected to be used to pay principal of or interest on
8 the Bonds or any tax-exempt bonds. Nor will the City use those amounts in any manner
9 that employs an abusive arbitrage device to avoid arbitrage restrictions.

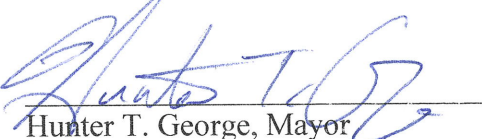
6 **Section 6.** Date of Declaration. This declaration of official intent shall be dated as of
7 the date of adoption of this resolution.

8 **Section 7.** Ratification and Confirmation. Any actions of the City or its officers prior
9 to the date thereof and consistent with the terms of this resolution are ratified and
10 confirmed.

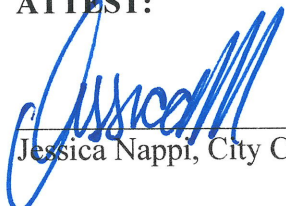
11 **Section 8.** Effective Date. This resolution shall be in full force and effect from and
12 after its adoption and approval.

13 **APPROVED AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF**
14 **FIRCREST, WASHINGTON,** at a regular meeting thereof this 12th day of June 2018.

15 **APPROVED:**

16 
17 Hunter T. George, Mayor

18 **ATTEST:**

19 
20 Jessica Nappi, City Clerk

21 **APPROVED AS TO FORM:**

22 
23 Michael B. Smith, City Attorney

24 
25 Stacie L. Amasaki, Bond Counsel