

1 **RESOLUTION NO.**

2 **WHEREAS**, the City of Austin (City) plans to issue tax exempt obligations to
3 finance the acquisition, construction, distribution, production, transmission, and support of
4 Austin Water capital improvement projects (Water Projects); and

5 **WHEREAS**, prior to the issuance of the tax exempt obligations, the City will make
6 expenditures for the Water Projects from existing funds on hand, and it is the intent of the
7 City to reimburse these funds with the proceeds of sale of tax exempt obligations; and

8 **WHEREAS**, under Treas. Reg. Section 1.150-2 (Regulation), an official intent to
9 reimburse expenditures with the proceeds of tax exempt obligations must be made within
10 60 days of the date of the original expenditure; and

11 **WHEREAS**, the City desires to preserve its ability to reimburse the expenditures
12 with the proceeds of tax exempt obligations; **NOW, THEREFORE,**

13 **BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:**

14 The City reasonably expects to reimburse capital expenditures with respect to the
15 Water Projects paid with funds on hand from the proceeds of the sale of tax exempt
16 obligations to be issued, and this resolution shall constitute a declaration of official intent
17 under the Regulation. The maximum principal amount of the tax exempt obligations
18 expected to be issued for the Water Projects is \$140,000,000.

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21 **ADOPTED:** _____, 2020 **ATTEST:** _____

22 Jannette S. Goodall
23 City Clerk