

RESOLUTION NO. 2018-11-820R

CITY OF TONTITOWN, WASHINGTON COUNTY, ARKANSAS

A RESOLUTION OF INTENT REGARDING THE WATER SYSTEM IMPROVEMENT PROJECT WITHIN THE CITY OF TONTITOWN, ARKANSAS.

WHEREAS, the City of Tontitown, Arkansas (the "City") proposes to acquire, construct and equip betterments and improvements to the water facilities of the City's water and sewer system (the "Project"); and

WHEREAS, the estimated costs of the Project and paying expenses of issuing bonds are One Million Four Hundred Fifty Thousand Dollars (\$1,450,000.00); and

WHEREAS, the City does not have funds on hand to pay the costs of the Project and expenses; and

WHEREAS, the City proposes to obtain funds to accomplish the Project and to pay expenses from the proceeds of water and sewer revenue bonds (the "Bonds") to be issued by the City and purchased by the Arkansas Development Finance Authority ("ADFA") as part of the State of Arkansas Drinking Water Revolving Loan Program (the "RLF Program") administered by the Arkansas Natural Resources Commission ("ANRC"); and

WHEREAS, the principal amount of the Bonds will not exceed One Million Four Hundred Fifty Thousand Dollars (\$1,450,000.00); and

WHEREAS, the purchase price for the Bonds will be paid from state funds made available by the RLF Program; and

WHEREAS, the purpose of this Resolution is for the City to declare its "official intent" for the reimbursement of certain expenditures, within the meaning of United States Treasury Regulation § 1.150-2;

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the city of Tontitown, Arkansas:

Section 1: That the City hereby expresses its official intent to advance its own funds to pay the costs of the Project and expenses and to reimburse itself from the proceeds of the Bonds.

Section 2: That a copy of the Resolution with original signatures shall be furnished by the Mayor to ANRC.