

RESOLUTION NO. 2025-02-1149R

A RESOLUTION OF INTENT REGARDING CAPITAL IMPROVEMENTS

WHEREAS, at a special election held November 5, 2024, the voters of the City of Tontitown, Arkansas (the "City") approved the issuance by the City of (a) bonds in the maximum aggregate principal amount of \$1,400,000 for the purpose of refunding the City's outstanding Sales and Use Tax Bonds, Series 2017 (the "Refunding"), (b) bonds in the maximum aggregate principal amount of \$7,100,000 for the purpose of financing all or a portion of the costs of a new police station and any land acquisition, furnishings, equipment and parking, landscaping, signage, drainage, lighting, road and utility improvements related thereto (the "Police Improvements"), (c) bonds in the maximum aggregate principal amount of \$7,100,000 for the purpose of financing all or a portion of the costs of new streets and any land acquisition, intersection, curb, gutter, drainage and utility improvements, sidewalks, trails, lighting and traffic control devices related thereto (the "Street Improvements"), (d) bonds in the maximum aggregate principal amount of \$5,500,000 for the purpose of financing all or a portion of the costs of betterments and improvements to the City's water system, including particularly, without limitation, a new water storage tank (the "Water Improvements") and (e) bonds in the maximum aggregate principal amount of \$1,100,000 for the purpose of financing all or a portion of the costs of park and recreational facilities and improvements, including particularly, without limitation, a community center and improvements to Sbanotto Park and any furnishings, equipment and parking, landscaping, signage, drainage, lighting, road and utility improvements related thereto (the "Park and Recreational Improvements"); and

WHEREAS, the City is making plans to issue sales and use tax bonds in the maximum aggregate principal amount of \$22,200,000 (the "Bonds") to finance the costs of the Police Improvements, the Street Improvements, the Water Improvements and the Park and Recreational Improvements (collectively, the "Capital Improvements") and to accomplish the Refunding; and

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

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

Section 1. The City hereby expresses its official intent under the Regulation to advance its own funds to pay the costs of the Capital Improvements prior to the issuance of the Bonds and to reimburse itself from proceeds of the Bonds for such expenditures.

Proceeds of the Bonds will be applied to reimburse the City for any expenditures made before the Bonds are issued within eighteen (18) months after the later of (a) the date of the expenditure or (b) the date the particular improvement is placed in service and, in any event, within three (3) years after the date of the expenditure.

PASSED: February 25, 2025.

APPROVED:

By: Angela Russell
Mayor


ATTEST:

Rhonda Arby
City Clerk-Treasurer

(SEAL)

CERTIFICATE

The undersigned, City Clerk-Treasurer of the City of Tontitown, Arkansas (the "City"), hereby certifies that the foregoing is a true and compared copy of a resolution passed at a regular session of the City Council of the City, held at the regular meeting place of the Council at 6:00 o'clock p.m. on the 21st day of January, 2025.


City Clerk-Treasurer

(SEAL)

