

**RESOLUTION NO. R-2020-03**

**A RESOLUTION TO EXPRESS THE INTENTION OF THE CITY OF ISLE OF PALMS, SOUTH CAROLINA TO CAUSE THE CITY TO BE REIMBURSED WITH THE PROCEEDS OF TAX-EXEMPT OBLIGATIONS AND OTHER MATTERS RELATED THERETO.**

**WHEREAS**, the City of Isle of Palms, South Carolina (the "City"), hereby declares its intention to reimburse itself for a portion of the original expenditures of the City in connection with the planning, engineering, acquisition, construction, and installation of (i) marina docks and related capital expenditures in connection with the Isle of Palms Marina, and (ii) drainage outfalls and related drainage projects (the "**Projects**") with the proceeds of the tax-exempt obligations (the "**Bonds**") in a maximum aggregate principal amount reasonably expected not to exceed \$7,000,000.

**NOW THEREFORE**, be it resolved by the City Council of the City of Isle of Palms, South Carolina, as follows:

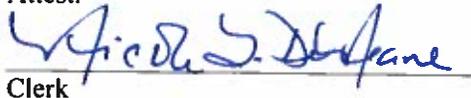
1. No funds from any sources other than the Bonds may be, are, or are reasonably expected to be, reserved, allocated on a long-term basis or otherwise set aside by the City pursuant to the budget or financial policies of the City for the financing of the portion of the costs of the Projects to be funded with the Bonds;
2. The City reasonably expects that all or a portion of the original expenditures incurred for the Projects and the issuance of the Bonds will be paid prior to the date of issuance of the Bonds;
3. The City intends and reasonably expects to reimburse itself for all such expenditures paid by it with respect to the Projects prior to the issuance of the Bonds, from the proceeds of the Bonds, and such intention is consistent with the budgetary and financial circumstances of the City;
4. The City intends and reasonably expects to reimburse itself for all such expenditures no later than 18 months after the later of (i) the date the original expenditure is paid, or (ii) the date the Projects are placed in service or abandoned for federal income tax purposes, but in no event more than 3 years after the original expenditure is paid;
5. All of the costs to be paid or reimbursed from the proceeds of the Bonds, will be for costs incurred in connection with the issuance of the Bonds or will, at the time of payment thereof, be properly chargeable to the capital accounts of the Projects (or would be so chargeable with a proper election) under general federal income tax principles; and
6. This Resolution shall constitute a declaration of official intent under United States Department of the Treasury Regulation Section 1.150-2.

**DONE, RATIFIED AND ADOPTED** this 15th day of September, 2020.

(SEAL)

**CITY OF ISLE OF PALMS, SOUTH CAROLINA**

Attest:

  
Clerk

Mayor

