

PUBLIC FACILITIES FINANCING AUTHORITY
RESOLUTION NO. FA-99-4

ADOPTED ON FEBRUARY 17, 1999

DECLARING THE INTENT OF THE PUBLIC FACILITIES FINANCING AUTHORITY OF THE CITY OF SAN DIEGO TO USE PROCEEDS OF INDEBTEDNESS TO REIMBURSE ITSELF FOR EXPENDITURES IN CONNECTION WITH THE CITY'S WASTEWATER PROJECTS.

WHEREAS, The City of San Diego (the "City"), or the Public Facilities Financing Authority of the City of San Diego (The "Authority"), on behalf of the City, intends to acquire and construct, or cause to be acquired or constructed, certain improvements, additions, and/or rehabilitations to the City Metropolitan Wastewater System and the Municipal Wastewater System (the "Project") ; and

WHEREAS, the City or the Authority expects to pay certain expenditures (the "Reimbursement Expenditures") in connection with the Project prior to the issuance of indebtedness for the purpose of financing costs associated with the Project on a long-term basis; and

WHEREAS, the City or the Authority reasonably expects that from Fiscal Year 1999 through the end of fiscal year 2001, debt obligations in an amount not expected to exceed \$600 million (\$600,000,000) will be issued and that certain of the proceeds of such debt obligations will be used to reimburse the Reimbursement Expenditures; and

WHEREAS, Section 1.150-2 of the United States Treasury Regulations requires the City or the Authority to declare its reasonable official intent to reimburse prior expenditures for the Project with proceeds of a subsequent borrowing; NOW, THEREFORE,

BE IT RESOLVED, that the Authority declares as follows:

1. That the Authority finds and determines that the foregoing recitals are true and correct.

2. That this Declaration of Intent is made solely for purposes of establishing compliance with the requirements of Section 1.150-2 of the United States Treasury Regulations. This Declaration of Intent does not bind the City or the Authority on behalf of the City to make any expenditure, incur any indebtedness, or proceed with the Project.

3. That the Authority hereby declares its official intent to use proceeds of indebtedness to reimburse itself for Reimbursement Expenditures.

4. That this declaration shall take effect from and after its adoption.

APPROVED: CASEY GWINN, General Counsel

By

Kelly J. Salt
Deputy General Counsel

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Or.Dept:Fin.&Tech.Svcs

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