

RESOLUTION NUMBER R- 289159

ADOPTED ON SEP 08 1997

DECLARING THE INTENT OF THE CITY
OF SAN DIEGO TO USE PROCEEDS OF
INDEBTEDNESS TO REIMBURSE ITSELF
FOR EXPENDITURES IN CONNECTION
WITH THE CITY'S SEWER 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 Metropolitan Sewer System and the Municipal Sewer 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 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 debt obligations in an amount not expected to exceed 1.2 billion dollars over the life of the total upgrades 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, by the Council of The City of San Diego, as follows:

1. That the City 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 City hereby declares its official intent to use proceeds of indebtedness to reimburse itself for Reimbursement Expenditures.
4. That this Declaration of Intent shall take effect from and after its adoption.

APPROVED: CASEY GWINN, City Attorney

By Ted Bromfield
Ted Bromfield
Deputy City Attorney

TB:mb
08/22/97
Or.Dept:Fin.
Aud.Cert:N/A
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