

RESOLUTION NUMBER R- 316980

DATE OF FINAL PASSAGE OCT 22 2026

A RESOLUTION OF THE COUNCIL OF THE CITY OF
SAN DIEGO AUTHORIZING THE REIMBURSEMENT OF
WATER SYSTEM CAPITAL IMPROVEMENT PROJECT
EXPENDITURES.

The Council of the City of San Diego (Council) adopts this Resolution based on the following:

A. The City of San Diego (City) intends to acquire and construct, or cause to be acquired or constructed, certain improvements, additions, and/or rehabilitations to the City Water System (Projects), which may include but are not limited to, the Pure Water program, Water Pipelines, Water Pipelines – Transmission, Meters, Water Treatment Plants, Water Pump Stations, Water Storage Projects, Groundwater Projects, Recycled Water Projects, and Miscellaneous projects.

B. The City intends to finance the acquisition and construction of the Projects or portions of the Projects with moneys (Project Funds) provided by the State of California, acting by and through the State Water Resources Control Board (State Water Board).

C. The State Water Board may fund the Project Funds with proceeds from the sale of obligations the interest upon which is excluded from gross income for federal income tax purposes (Obligations).

D. Prior to either the issuance of the Obligations or the approval by the State Water Board of the Project Funds, the City desires to incur certain capital expenditures (Expenditures) with respect to the Projects from available moneys of the City.

E. The City has determined that those moneys to be advanced on and after the date hereof to pay the Expenditures are available only for a temporary period and it is necessary to reimburse the City for the Expenditures from the proceeds of the Obligations.

F. In order to reimburse the Expenditures, the City must adopt a reimbursement resolution in accordance with section 1.150-2 of Treasury Regulations (Regulations).

G. By adopting this Resolution, the City will satisfy the Official Intent Requirement under the Regulations and be able to reimburse certain Expenditures from proceeds of future loans to the Water System from the State Water Board, and adoption of this Resolution will not obligate the City to expend any funds or issue debt, but merely enables the City to reimburse itself for all qualified expenditures from any such debt issuances;

H. The Office of the City Attorney prepared this Resolution based on the information provided by City staff with the understanding that this information is complete and accurate.

ACTION ITEMS

Be it resolved by the Council of the City of San Diego: -

1. The City declares its intent under section 1.150-2 of Treasury Regulations to reimburse itself for eligible Water System Projects paid prior to the issuance of the Obligations or the approval by the State Water Board of the Project Funds.

2. The reasonably expected maximum principal amount of the Project Funds is \$500,000,000.

3. This Resolution is being adopted no later than 60 days after the date on which the City will expend moneys for the construction portion of the Projects to be reimbursed with Project Funds.

4. Each of the City's Expenditures will be of a type properly chargeable to a capital account under general federal income tax principles.

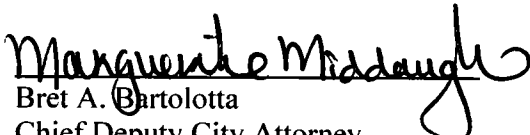
5. Apart from Resolution No. R-311748 adopted by the Council on May 22, 2018, to the best of our knowledge, the City is not aware of the previous adoption of official intents by the City that have been made as a matter of course for the purpose of reimbursing expenditures intended to be fully or partially funded from Obligations and for which tax-exempt obligations have not been issued.

6. This Resolution is adopted as official intent of the City in order to comply with Treasury Regulation section 1.150-2 and any other regulations of the Internal Revenue Service relating to the qualification for reimbursement of Project costs.

7. All the recitals in this Resolution are true and correct and this City so finds, determines, and represents.

APPROVED: HEATHER FERBERT, City Attorney

By


Bret A. Bartolotta
Chief Deputy City Attorney

BAB:jdf
09/14/2026
Or.Dept: DoF
Doc. No.4546924

I certify that the Council of the City of San Diego adopted this Resolution at a meeting held on
OCT 19 2026.

DIANA J.S. FUENTES
City Clerk

By Connie Patterson
Deputy City Clerk

Approved: 10/22/26
(date)

Todd Gloria
TODD GLORIA, Mayor

Vetoed: _____
(date)

TODD GLORIA, Mayor

Passed by the Council of The City of San Diego on October 19, 2026, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Joe LaCava	☒	☐	☐	☐
Jennifer Campbell	☒	☐	☐	☐
Stephen Whitburn	☐	☐	☒	☐
Henry L. Foster III	☒	☐	☐	☐
Marni von Wilpert	☒	☐	☐	☐
Kent Lee	☒	☐	☐	☐
Raul A. Campillo	☒	☐	☐	☐
Vivian Moreno	☒	☐	☐	☐
Sean Elo-Rivera	☒	☐	☐	☐

Date of final passage OCT 22 2026.

(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

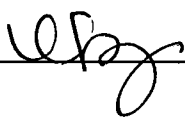
TODD GLORIA

Mayor of The City of San Diego, California.

DIANA J.S. FUENTES

City Clerk of The City of San Diego, California.

(Seal)

By , Deputy

Office of the City Clerk, San Diego, California

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