



RESOLUTION

Authorizing Reimbursement for Early Project Expenditures – Lawndale Basin Rehabilitation Project

WHEREAS, the town intends to undertake a project (as described below), use its own funds to pay initial project costs, and then reimburse itself from financing proceeds for some or all of these early expenditures; and

WHEREAS, the finance director has advised the Hillsborough Board of Commissioners that it should adopt this resolution to document the town's plans for reimbursement, so as to comply with certain federal tax rules relating to reimbursement from financing proceeds;

NOW, THEREFORE, be it resolved by the Hillsborough Board of Commissioners as follows:

- The project is the rehabilitation and replacement of sewer system components in the Lawndale community, as previously discussed with the town board.
- The town intends to advance funds for initial project costs and then reimburse itself from financing proceeds for some or all of these early expenditures. The expected type of financing for the project (which is subject to change) is revenue bonds through the state's low-cost revolving loan fund. The expected maximum amount of financing expected for the project (including allowances for reserves and financing costs) is currently estimated as approximately \$2,100,000.
- Funds for the early project expenditures may come from the town's General Fund, Water and Sewer Enterprise Fund, or any other appropriate town fund.
- The town intends for the adoption of this resolution to be a declaration of the town's official intent to reimburse itself from financing proceeds for project cost expenditures.

Approved this 10th day of February of the year 2025.

Mark Bell, Mayor
Town of Hillsborough

Attestation:

Sarah Kimrey, Town Clerk