

Attachment 'A'

RESOLUTION NO. 25-__

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KERMAN DECLARING INTENTION TO REIMBURSE EXPENDITURES FROM PROCEEDS OF TAX-EXEMPT OBLIGATIONS

WHEREAS, the City of Kerman (the "City") proposes to undertake certain public capital improvement projects referenced below, and expects to issue, or cause the issuance of, a long-term tax-exempt payment obligation in one or more series for such projects and to use a portion of the proceeds of such obligation to reimburse expenditures made for the projects prior to the issuance of the obligation; and

WHEREAS, United States Income Tax Regulations section 1.150-2 provides generally that proceeds of tax-exempt debt are not deemed to be expended when such proceeds are used for reimbursement of expenditures made prior to the date of issuance of such obligation unless certain procedures are followed, one of which is a requirement that (with certain exceptions), prior to the payment of any such expenditure, the issuer declares an intention to reimburse such expenditures; and

WHEREAS, it is in the public interest and for the public benefit that the City declare its official intent to reimburse the expenditures referenced herein.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF KERMAN RESOLVES AS FOLLOWS:

1. The City intends to issue, or cause the issuance of, one or more series of obligations (the "Obligations") for the purpose of financing construction costs for capital improvements consisting of a new multi-generational community resiliency center and improvements to the City's new police station, as well as related and ancillary capital improvements supporting those improvements within the City, and incidental expenses related thereto (the "Projects").
2. The City hereby declares that it reasonably expects (i) to pay certain costs of the Projects prior to the date of issuance of the Obligations and (ii) to use a portion of the proceeds of the Obligations for reimbursement of expenditures for the Projects that are paid before the date of issuance of the Obligations.
3. The principal amount of the Obligations is estimated to be approximately \$22,000,000.
4. This resolution shall take effect upon its adoption.

The foregoing resolution was adopted by the City Council of the City of Kerman at a regular meeting held on this 13th day of August, 2025, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

The foregoing resolution is hereby approved.

Maria Pacheco
Mayor

ATTEST:

Josie Camacho
City Clerk