

July 8, 2025
Town Council
Regular Meeting
Res. No.

RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF WARRENTON, VIRGINIA DECLARING ITS INTENTION TO REIMBURSE ITSELF FROM THE PROCEEDS OF ONE OR MORE TAX-EXEMPT FINANCINGS FOR CERTAIN EXPENDITURES MADE AND/OR TO BE MADE IN CONNECTION WITH TOWN CAPITAL PROJECTS

WHEREAS, the Town of Warrenton, Virginia (the “Town”) is a political subdivision organized and existing under the laws of the Commonwealth of Virginia; and

WHEREAS, the Town has paid, beginning no earlier than sixty days prior to adoption of this resolution, and will pay, on and after the date hereof, certain expenditures (the “Expenditures”) in connection with Town general fund and utility projects identified in the Town’s capital improvement plan and/or capital items identified in the Town’s fiscal year 2026 budget (the “Projects”); and

WHEREAS, the Town Council of the Town (the “Council”) has determined that those moneys previously advanced no earlier than sixty days prior to the date of this resolution and 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 Town for the Expenditures from the proceeds of one or more issues of tax-exempt notes, bonds or similar obligations (together, the “Bonds”); and

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF WARRENTON, VIRGINIA, AS FOLLOWS:

Section 1. The Council hereby declares the Council’s intent to reimburse the Town with the proceeds of the Bonds for Expenditures with respect to the Projects made on and after sixty days prior to the date of adoption of this resolution. The Town reasonably expects on the date hereof that it will reimburse itself for the Expenditures with the proceeds of the Bonds.

Section 2. Each Expenditure was and will be either (a) of a type properly chargeable to a capital account under general federal income tax principles (determined in each case as of the date of the Expenditures), (b) a cost of issuance with respect to the Bonds, (c) a nonrecurring item that is not customarily payable from current revenues, or (d) a grant to a party that is not related to or an agent of the Town so long as such grant does not impose any obligation or condition (directly or indirectly) to repay any amount to or for the benefit of the Town.

Section 3. The maximum principal amount of the Bonds expected to be issued for the Projects is \$21,700,000.

Section 4. The Town will make a reimbursement allocation, which is a written allocation by the Town that evidences the Town’s use of proceeds of the Bonds to reimburse an Expenditure, no later than 18 months after the later of the date on which the Expenditure is paid or the Projects are placed in service or abandoned, but in no event more than three years after the date on which the Expenditure is paid. The Town recognizes that exceptions are available for certain “preliminary expenditures,” costs of issuance, certain de minimis amounts, expenditures by “small issuers” (based on the year of issuance and not the year of expenditure) and expenditures for construction projects of at least 5 years.

Section 5. This resolution shall take effect immediately upon its passage.

The Town Recorder of the Town Council of the Town of Warrenton, Virginia hereby certifies that the above-referenced resolution was adopted by a majority vote of the Town Council at a regular meeting of the Town Council, duly called and held on July 8, 2025, during an open meeting, as follows:

Votes:

Ayes:

Nays:

Absent from Vote:

Absent from Meeting:

For Information:

Finance & Procurement Director

Town Attorney

ATTEST: _____
Town Recorder