

Summary - A resolution authorizing a medium-term obligation.

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING A MEDIUM-TERM OBLIGATION IN AN AMOUNT OF UP TO \$3,840,000 TO FINANCE THE COST OF ACQUIRING, IMPROVING, AND EQUIPPING VEHICLES, FACILITIES, INFORMATION TECHNOLOGY AND THE COMMUNICATIONS CONSOLE SYSTEM; AND PROVIDING THE EFFECTIVE DATE HEREOF.

WHEREAS, the Board of Supervisors of Carson City, Nevada (the “Board”, the “City”, and the “State”, respectively) proposes to enter into a medium-term obligation evidenced by bonds (the “Bonds”) in an amount up to \$3,840,000, pursuant to Nevada Revised Statutes (“NRS”) Chapter 350, in order to finance the cost of acquiring, improving, and equipping vehicles, facilities, information technology, and a communications console system for the City (collectively, the “Project”); the financing to bear interest at a rate or rates which do not exceed by more than 3% the “Index of Twenty Bonds” most recently published in The Bond Buyer before the City enters into the medium-term obligation and to mature within 10 years of the date of issuance thereof, in order to pay the costs of the Project (the “Proposal”); and

WHEREAS, the medium-term obligation is not proposed to be repaid in whole or in part by the levy of a tax exempt from the limitations on taxes ad valorem, but is to be repaid from legally available funds of the City, including, without limitation, monies derived from the City’s Capital Projects Fund and the City’s Fleet Management Fund; and

WHEREAS, NRS 350.087 requires that a notice of intention to authorize a medium-term obligation be published not less than 10 days prior to the consideration of a resolution authorizing the medium-term obligation; and

WHEREAS, a notice of intention to act upon the resolution authorizing such medium-term obligation has been duly published in a newspaper of general circulation in the City not less than 10 days prior to the date of a public hearing thereon, and such public hearing was held prior to adoption of this resolution; and

WHEREAS, all comments made at the April 20, 2017 public hearing have been duly considered by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF CARSON CITY, NEVADA:

Section 1. This resolution is hereby designated by the short title the “2017 Medium-Term Authorization Resolution” (the “Resolution”).

Section 2. The Board hereby finds and determines that the public interest requires a medium-term obligation for the Project, in an amount not exceeding \$3,840,000.

Section 3. The facts upon which the finding stated in Section 2 above is based are:

(a) The Project will benefit the health, safety and welfare of the City’s residents.

(b) It is in the best interests of the City and its inhabitants, and would best serve the public interest thereof, if the Project is now accomplished.

(c) It is not possible to finance the Project from other funds of the City because of restrictions on the City’s budget for this and the next fiscal year and other demands on and needs for existing funds of the City.

Section 4. The City proposes to borrow a sum not to exceed \$3,840,000 at an estimated annual interest rate of approximately 3.25% to be repaid over a period of not more than 10 years. The weighted average term of the Bonds (not to exceed 10 years) does not exceed the estimated weighted average useful life of the Project being financed with the Bonds, and the interest rate shall in no event exceed by more than 3 percent the “Index of Twenty Bonds” which is most recently published before the bids for the Bonds are received.

Section 5. The sources of revenue of the City that are anticipated to be used to repay the Bonds and the dollar amount expected to be available from the City’s Capital Projects Fund is approximately \$384,000 per year and from the City’s Fleet Management Fund is approximately \$132,000 per year, which amounts are anticipated to be sufficient for that purpose.

Section 6. The Bonds shall not be paid in whole or in part from a levy of a special tax exempt from the limitations on the levy of ad valorem tax, but is expected to be paid from other legally available funds of the City as described in Section 5 above.

Section 7. The City hereby declares its intent to reimburse the costs of the Project from the proceeds of the Bonds. This is a declaration of official intent under Section

1.150-2 of the Regulations promulgated under the Internal Revenue Code of 1986, as amended. The Board hereby determines and declares that:

(a) The City reasonably expects to incur expenditures with respect to the Project prior to the incurrence of the Bonds and to reimburse those expenditures from the proceeds of the Bonds; and

(b) The payment of costs related to the Project and the reimbursement of such costs from the proceeds of the Bonds is consistent with the City's budgetary and financial circumstances as of the date of this Resolution. The City does not currently have moneys which are, nor does the City reasonably expect moneys to be, allocated on a long-term basis, reserved or otherwise available pursuant to the City's budget to pay the expenditures which the City intends to reimburse.

(c) The maximum principal amount of the Bonds expected to be issued to reimburse such expenditures is \$3,840,000.

Section 8. The Chief Financial Officer of the City (the "Chief Financial Officer") or her designee is hereby authorized to arrange for the issuance and sale of the Bonds in an amount not more than \$3,840,000, to carry out the Project, and she is authorized to specify the terms and details of the Bonds, including, without limitation, the maturity date or dates, the interest rate or rates, the redemption features, if any, and the other terms and conditions thereof, subject to ratification by the Board. The Bonds issued to effect the Project shall be issued on such other terms and conditions as the Board determines, all as provided in NRS 350.087 to 350.095, inclusive, NRS 350.500 to 350.720, inclusive, and as authorized by the Chief Financial Officer at the time of sale of the Bonds and thereafter ratified by the Board as set forth in this Resolution.

Section 9. The officers of the City be and the same hereby are authorized and directed to take all action necessary to effectuate the provisions of this Resolution, including, without limitation, updating the City's capital improvement plan and statement of contemplated debt, if required, to reflect the Project, forwarding all necessary documents to the Executive Director, Department of Taxation, Carson City, Nevada, assembling of financial and other information concerning the City, the Project and the medium-term obligation, and, if deemed appropriate by the Chief Financial Officer or her designee, preparing and circulating a request for proposals for financing or a preliminary official statement and a notice of sale in the forms

specified by the Chief Financial Officer or her designee. If applicable, the Chief Financial Officer or her designee is authorized to deem the official statement or preliminary official statement to be a “final” official statement on behalf of the City for the purposes of Rule 15(c)2-12 of the Securities and Exchange Commission.

Section 10. The City represents that it is in compliance with the applicable provisions of law, including, without limitation, the provisions of Chapter 354 of NRS.

Section 11. All resolutions, or parts thereof, in conflict with the provisions of this Resolution, are hereby repealed to the extent only of such inconsistency. This repealer shall not be construed to revive any resolution, or part thereof, heretofore repealed.

Section 12. If any section, paragraph, clause or other provision of this Resolution shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such section, paragraph, clause or other provision shall not affect any of the remaining provisions of this Resolution.

Section 13. Sections 1 through 6 of this Resolution shall become effective upon the approval by the Executive Director of the Department of Taxation of the State of Nevada as provided in NRS 350.089, which approval shall be recorded in the minutes of the Board. Sections 7 through 13 of this Resolution shall become effective upon passage and approval.

PASSED AND ADOPTED AND APPROVED BY AN AFFIRMATIVE VOTE OF AT LEAST TWO-THIRDS OF THE MEMBERS OF THE BOARD OF SUPERVISORS OF CARSON CITY, NEVADA, THIS APRIL 20, 2017.

(SEAL)

Mayor

Attest:

City Clerk

STATE OF NEVADA)
) ss.
CARSON CITY)

I am the duly chosen, qualified and acting City Clerk of Carson City (the "City"), in the State of Nevada, do hereby certify:

1. The foregoing pages constitute a true, correct, complete and compared copy of a resolution which was adopted at the meeting of the Board of Supervisors (the "Board") on April 20, 2017.

2. The members of the Board were present at the meeting and voted upon the adoption of the resolution as follows:

Those Voting Aye:

Those Voting Nay:

Those Absent:

3. The members of the Board were present at such meeting and voted on the passage of such resolution as set forth in such minutes.

4. The original of the resolution has been approved and authenticated by the signatures of the Mayor of the City and myself as the City Clerk, and sealed with the seal of the City, and has been recorded in the journal of the Board kept for that purpose in my office, which record has been duly signed by such officers and properly sealed.

5. All members of the Board were given due and proper notice of the meeting. Pursuant to NRS 241.020, written notice of the meeting was given no later than 9:00 a.m. on the third working day before the meeting including in the notice the time, place, location, and agenda of the meeting:

(a) By posting a copy of the notice by 9:00 a.m. at least three working days before the meeting at the principal office of the Board, or if there is no principal office, at the building in which the meeting is to be

held, the City's website, the State of Nevada's official website, and at least three (3) other separate, prominent places within the jurisdiction of the Board, to wit:

- (i) Community Center
851 East William Street
Carson City, Nevada
- (ii) Public Safety Complex
885 East Musser Street
Carson City, Nevada
- (iii) City Hall
201 North Carson Street
Carson City, Nevada
- (iv) Carson City Library
900 North Roop Street
Carson City, Nevada
- (v) Business Resource & Innovation Center (BRIC)
108 East Proctor Street
Carson City, Nevada

6. Prior to 9:00 a.m. at least 3 working days before such meetings, such notices were given to each person, if any, who has requested notice of the meetings of the Board in compliance with Chapter 241 of NRS.

7. A copy of such notice so given of the meeting of the Board held on April 20, 2017, is attached to this certificate as Exhibit "A". A copy of the minutes of the public hearing held on April 20, 2017, prior to the adoption of the resolution is attached hereto as Exhibit "B". A copy of the affidavit of publication of the notice of public hearing is attached hereto as Exhibit "C."

IN WITNESS WHEREOF, I have hereunto set my hand on this April 20, 2017.

City Clerk

(SEAL)

EXHIBIT "A"

(Attach Copy of Notice of April 20, 2017 Meeting)

EXHIBIT "B"

(Attach Minutes of Public Hearing)

EXHIBIT "C"

(Attach Affidavit of Publication of Notice of Hearing)