

RESOLUTION NO. 693

ORIGINAL

A RESOLUTION of the Board of Water Commissioners of East Wenatchee Water District, Douglas County, Washington, declaring the official intent of the District to reimburse capital expenditures in connection with carrying out a portion of the District's capital improvement program from proceeds of a future borrowing.

BE IT RESOLVED BY THE BOARD OF WATER COMMISSIONERS OF EAST WENATCHEE WATER DISTRICT, DOUGLAS COUNTY, WASHINGTON, as follows:

East Wenatchee Water District, Douglas County, Washington (the "District"), intends to make expenditures in connection with carrying out a portion of the District's capital improvement program, namely Steel Main Replacement (the "Project"), from funds that are available but that are not (and are not reasonably expected to be) reserved, allocated on a long-term basis, or otherwise set aside for those expenditures, and reasonably expects to be reimbursed for those expenditures from proceeds of bonds or other obligations ("bonds") issued to finance those expenditures.

Certain federal regulations relating to the use of proceeds of tax-exempt bonds to reimburse the issuer of the bonds for certain expenditures made before the issue date of the bonds require, among other things, that not later than 60 days after payment of the original expenditure the District (or any person designated by the District to do so on its behalf) declare a reasonable official intent to reimburse those expenditures from proceeds of bonds.

The District intends to make (and/or, not more than 60 days before the date of this declaration, has made) expenditures, and reasonably expects to reimburse itself for those expenditures from proceeds of bonds, for the Project.

The District expects that the maximum principal amount of bonds that will be issued to finance the Project will be \$6,000,000.00.

The Board of Water Commissioners of the District has reviewed its existing and reasonably foreseeable budgetary and financial circumstances and has determined that the District reasonably expects to reimburse itself for expenditures for the Project from proceeds of bonds because the District has no funds available that already are, or are reasonably expected to be, reserved, allocated on a long-term basis, or otherwise set aside by the District for those expenditures on the Project.

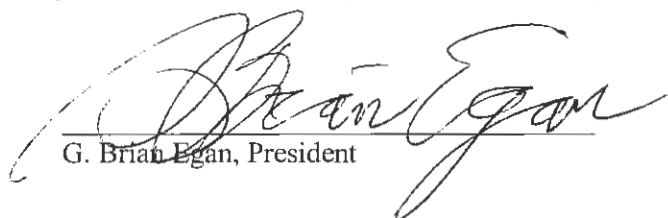
The District will not, within one year after the expected reimbursement, use amounts corresponding to proceeds received from bonds issued in the future to reimburse the District for previously paid expenditures for the Project in any manner that results in those amounts being treated as replacement proceeds of any tax-exempt bonds, for example, as a result of being deposited in a reserve fund, pledged fund, sinking fund or similar fund (other than a bona fide debt service fund) that is expected to be used to pay principal of or interest on tax-exempt bonds, nor will the District use those amounts in any manner that employs an abusive arbitrage device to avoid arbitrage restrictions.

This declaration of official intent shall be dated as of the date of adoption of this resolution.


Any actions of the District or its officers prior to the date thereof and consistent with the terms of this resolution are ratified and confirmed.

This resolution shall take effect and be in force immediately following its adoption.

ADOPTED, by the BOARD OF COMMISSIONERS of the EAST WENATCHEE WATER DISTRICT, Douglas County, Washington at a regular meeting thereof, this 5th day of October 2016.


G. Brian Egan, President

ATTEST:


Mike McCourt, Secretary