

**RESOLUTION DECLARING OFFICIAL INTENT TO REIMBURSE CERTAIN EXPENDITURES**

WHEREAS, the governing body of the Hillsboro Independent School District (the "District") has or expects to incur significant costs for certain projects described on EXHIBIT A attached hereto (the "Project"); and

WHEREAS, the District has determined that it intends to finance part or all of the costs of the Project:

NOW THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE DISTRICT AS FOLLOWS:

**Section 1. Declaration of Official Intent to Finance Capital Expenditures.** The District hereby declares its intention pursuant to Treas. Regs. §1.150-2 (d) (1) and 2 (e) (1) (the "Regulations") to reimburse itself for the costs of the Project paid no earlier than 60 days prior to date of the adoption of this Resolution from the proceeds of debt (the "Reimbursement Debt"), which may be in the form of a loan. The District intends and reasonable expects that the Reimbursement Debt is to be issued, and the reimbursements made within the later of 18 months after the date on which the expenditures was paid or 18 months after the date on which the Project is placed into service and in any event within three years after the date the expenditure was paid. The District expects that the maximum amount and reimbursement of such capital expenditure will not exceed \$200,000.

**Section 2. Identification of Source of Funds.** The source of funds used to pay the costs of the Project was the general funds of the District. Funds used for this purpose are only available on a temporary and short-term basis, and there are no other funds which are reasonably expected to be reserved, allocated or otherwise set aside for this purpose on a long-term basis pursuant to the budget and financial policies of the District.

**Section 3. Nature of Project Costs.** The Project consists entirely of property having a useful life of more than one year, and no costs of the Project to be reimbursed with the proceeds of the Reimbursement Debt is a cost of working capital.

**Section 4. Incidental Action.** The appropriate officers, including the President and Secretary of the District, are hereby authorized and directed to take or approve the taking of such actions as may be necessary or appropriate in order to preserve the ability of the District to finance its capital expenditures in accordance with the Regulations and this Resolution.

**Section 5. Effective Date.** This Resolution shall take effect immediately.

DATED: \_\_\_\_\_

Hillsboro Independent School District

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

EXHIBIT A

District portable buildings equipment and installation