

1 RESOLUTION NO.

2 A RESOLUTION OF THE CITY COUNCIL OF RIVERSIDE, CALIFORNIA,
3 DECLARING ITS OFFICIAL INTENT TO REIMBURSE CERTAIN CAPITAL
4 EXPENDITURES RELATING TO THE MIGRATION OF THE RIVERSIDE
5 POLICE DEPARTMENT'S PUBLIC RADIO SYSTEM TO THE RIVERSIDE
6 COUNTY PUBLIC SAFETY ENTERPRISE COMMUNICATION SYSTEM
7 ("PSEC") PROJECT FROM ITS PROCEEDS OF DEBT TO BE ISSUED
8 PURSUANT TO SECTION 1.150-2 OF TITLE 26 OF THE U.S. CODE OF
9 FEDERAL REGULATIONS.

10 WHEREAS, the City Council of the City of Riverside ("City") desires and intends to
11 undertake the purchase of certain services and equipment as part of its migration of the Riverside
12 Police Department's public radio system to the Riverside County Public Safety Enterprise
13 Communication System ("PSEC") Project ("Project") which will include use of the PSEC system
14 ("Services") and equipment related to the radio communication system ("Equipment"); and

15 WHEREAS, some or all of the Project costs, in the approximate amount of Seven Million
16 Dollars (\$7,000,000.00), will need to be advanced by the City; and

17 WHEREAS, the City intends to issue debt in the form of capital lease financing, in an
18 amount up to Seven Million Dollars (\$7,000,000.00) to finance a portion or all of the Project on a
19 permanent basis ("Debt"); and

20 WHEREAS, the City expects that the maximum principal amount of the Debt which will be
21 issued to pay for the Project and the related costs of issuance of the Debt will be in an amount not to
22 exceed Seven Million Dollars (\$7,000,000); and

23 WHEREAS, the City reasonably intends to reimburse the City for the amounts advanced for
24 the Project from proceeds of the Debt; and

25 WHEREAS, at the time of the reimbursement, the City will evidence the reimbursement in a
26 writing which identifies the allocation of the proceeds of the Debt to the City for the purpose of
27 reimbursing the City for capital expenditures made prior to the issuance of the Debt; and

28 WHEREAS, the City expects to make the reimbursement allocation no later than eighteen
(18) months after the later of (i) the date on which the earliest original expenditure is paid, or (ii) the
date the Project is placed in service (or abandoned), but in no event later than three (3) years after the
date on which the earliest original expenditure is paid; and

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1 WHEREAS, the City will not, within one (1) year of the reimbursement allocation, use the
2 proceeds of the Debt received in the reimbursement allocation in a manner that will result in the
3 creation of replacement proceeds of the Debt or another issue (e.g., the City will not pledge or use
4 the proceeds received for the payment of the debt service on the Debt of another issue, except that
5 the proceeds of the Debt can be deposited in a bona fide debt service fund); and

6 WHEREAS, this Resolution is intended to be a “declaration of official intent” in accordance
7 with Title 26 of the Code of Federal Regulations Section 1.150-2 (“Treasury Regulation Section
8 1.150-2”).

9 NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Riverside,
10 California, that in accordance with Treasury Regulation Section 1.150-2, the City hereby states its
11 declaration of its intention to issue the Debt in a maximum principal amount of not to exceed Seven
12 Million Dollars (\$7,000,000) the proceeds of which will be used to pay the costs of the Project, and
13 which will include reimbursement to the City for certain capital expenditures made for the Project
14 prior to issuance of the Debt, including the purchase of the Equipment.

15 ADOPTED by the City Council this ____ day of _____, 2015.

16
17 _____
18 WILLIAM R. BAILEY, III
Mayor of the City of Riverside

19 Attest:

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21 _____
22 COLLEEN J. NICOL
City Clerk of the City of Riverside
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1 I, Colleen J. Nicol, City Clerk of the City of Riverside, California, hereby certify that the
2 foregoing resolution was duly and regularly adopted at a meeting of the City Council on the ____
3 day of _____, 2015, by the following vote, to wit:

4 Ayes:

5 Noes:

6 Absent:

7 Abstain:

8 IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the
9 City of Riverside, California, this ____ day of _____, 2015.

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11 _____
12 COLLEEN J. NICOL
13 City Clerk of the City of Riverside
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