

City of Conway, Arkansas
Resolution No. R-24-59

**A RESOLUTION OF INTENT REGARDING THE REIMBURSEMENT
OF CERTAIN COSTS AND EXPENSES INCURRED IN CONNECTION
WITH THE CONSTRUCTION AND EQUIPPING OF THE CONWAY
CORPORATION OPERATIONS CENTER CAMPUS**

WHEREAS, the City of Conway, Arkansas (the “City”) owns an electric generation and distribution system (the “System”) serving the residents of the City, which System is operated and maintained by the Conway Corporation, a nonprofit corporation organized and existing under the laws of the State of Arkansas (the “Corporation”), pursuant to a lease from the City and an exclusive franchise to operate the System granted to the Corporation by the City; and

WHEREAS, the Corporation has previously determined the need for certain improvements and betterments in connection with the operation of the System, including a new Operations Center campus for the Corporation, including, but not limited to, the design, construction and equipping of an office building, warehouse and vehicle maintenance shop, the renovation of existing building(s), the addition of covered parking for Corporation vehicles and equipment, and associated site work (collectively, the “Operations Center Project”); and

WHEREAS, the City has previously issued its \$27,800,000 Electric Revenue Improvement Bonds, Series 2022A, for the purpose of financing a portion of the costs of the Operations Center Project; and

WHEREAS, the Corporation has now determined that the remaining costs to complete the Operations Center Project will be approximately \$6,000,000; and

WHEREAS, the Corporation intends to temporarily obtain the necessary funds to complete the Operations Center Project from reserves or from an unsecured bank loan until such time as City approves an issue of tax-exempt electric revenue bonds for such purpose; and

WHEREAS, the purpose of this Resolution is for the City to declare its “official intent” to reimburse itself or the Corporation for certain costs (incurred by or on behalf of the City and related to completion of the Operations Center Project) pursuant to Section 1.150-2 of the Regulations of the U.S. Department of Treasury promulgated pursuant to the provisions of the Internal Revenue Code of 1986, as amended;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CONWAY, ARKANSAS:

Section 1. That the adoption of this Resolution is intended as the City’s “official intent” to reimburse itself or the Corporation from the proceeds of tax-exempt bonds for costs of

completing the Operations Center Project and related expenses advanced by the City or the Corporation.

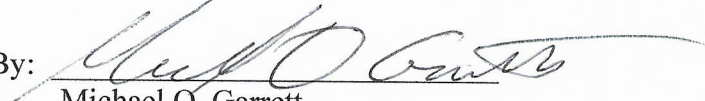
Section 2. That a copy of this resolution shall be furnished by the Mayor to any entity requesting such a copy in connection with the financing of the Operations Center Project.

PASSED AND APPROVED this 12th day of November, 2024.

APPROVED:

By: 
Bart Castleberry, Mayor

ATTEST:

By: 
Michael O. Garrett
City Clerk/Treasurer

[S E A L]