

RESOLUTION NO. ____

A RESOLUTION OF THE CITY OF LEESBURG, FLORIDA, AUTHORIZING FOR PURPOSES OF SECTION 215.341, FLORIDA STATUTES, THE ISSUANCE OF ITS \$4 MILLION CAPITAL IMPROVEMENT REVENUE BONDS TO FINANCE CERTAIN OF THE CITY'S COSTS OF ACQUISITION AND IMPROVEMENT OF A HOUSING COMPLEX LOCATED IN THE VICINITY OF LAKE COUNTY ROAD 468 AND SCHOOLVIEW STREET IN THE CITY TO PROVIDE AFFORDABLE HOUSING AND RELATED COSTS, PROVIDING FOR THE PAYMENT OF SUCH BONDS FROM REVENUES DERIVED FROM THE PUBLIC SERVICE TAX, THE LOCAL GOVERNMENT HALF-CENT SALES TAX AND GUARANTEED ENTITLEMENT ON A SUBORDINATE BASIS TO THE LIEN THEREON OF THE CITY'S CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 1999 AND THE CITY'S CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 2004; PROVIDING FOR SEVERABILITY; AND PROVIDING AN EFFECTIVE DATE.

BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF LEESBURG, FLORIDA AS FOLLOWS:

SECTION 1. AUTHORITY FOR THIS RESOLUTION. This Resolution is adopted pursuant to the provisions of Chapter 166, Florida Statutes, Section 215.431, Florida Statutes, the Florida Constitution and other applicable provisions of law.

SECTION 2. FINDINGS. It is hereby ascertained, determined and declared:

(A) The City of Leesburg, Florida (the "City"), deems it necessary, desirable and in the best interests of the City that the City finance certain of the City's costs of acquisition and improvement of a housing complex located in the vicinity of Lake County Road 468 and Schoolview Street in the City to provide affordable housing, and related costs (the "Project").

(B) In order to finance costs of the Project and pay costs of issuance, the City intends to issue its Capital Improvement Bond Anticipation Note, Series 2006 to SunTrust Bank.

(C) Section 215.431, Florida Statutes, provides that municipalities shall have power, at any time and from time to time after the issuance of bonds thereof shall have been authorized, to borrow money for the purposes for which such bonds are to be issued in anticipation of the receipt of the proceeds of the sale of such bonds and within the authorized maximum amount of such bond issue.

SECTION 3. AUTHORIZATION OF ISSUANCE OF CAPITAL IMPROVEMENT REVENUE BONDS. The City hereby authorizes issuance of its Capital Improvement Revenue Bonds in the principal amount of \$4 million to finance the Project and pay costs of issuance. Such Bonds will be secured by and payable solely from the Public Service Tax, the Local Government Half-Cent Sales Tax and Guaranteed Entitlement (all as defined in City Resolution No. 7162) on a subordinate basis to the lien thereon of the City's Capital Improvement Revenue Bonds, Series 1999 and the City's Capital Improvement Revenue Bonds, Series 2004.

SECTION 4. EFFECT OF PARTIAL INVALIDITY. If any one or more provisions of this Resolution, shall for any reason be held to be illegal or invalid, such illegality or invalidity shall not effect any other provision of this Resolution, and its Resolution shall be construed and enforced as if such illegal or invalid provision had not been contained therein. This Resolution is adopted with the intent that the laws of the State of Florida shall govern their construction.

SECTION 5. EFFECTIVE DATE. This Resolution shall take effect immediately upon its adoption.

PASSED, APPROVED AND ADOPTED this 9th day of October, 2006.

CITY OF LEESBURG, FLORIDA

[SEAL]

By _____
Mayor

ATTEST:

By _____
City Clerk

Approved as to form and correctness:

By _____
City Attorney