

**TOWN OF BLACK MOUNTAIN, NORTH CAROLINA
DECLARATION OF OFFICIAL INTENT TO REIMBURSE**

This declaration (the "Declaration") is made pursuant to the requirements of the United States Treasury Regulations Section 1.150-2 and is intended to constitute a Declaration of Official Intent to Reimburse under such Treasury Regulations Section.

The undersigned is authorized to declare the official intent of the Town of Black Mountain, North Carolina (the "Issuer") with respect to the matters contained herein.

1. **Expenditure to be Incurred.** The Issuer anticipates incurring expenditures (the "Expenditures") for the Fiscal Year 2010-2011 fleet development project (the "Project"), including the purchase of eight vehicles and related equipment, as adopted in the Fiscal Year 2010-2011 budget.
2. **Plan of Finance.** The Issuer intends to finance the costs of the Project with the proceeds of debt to be issued by the Issuer (the "Borrowing"), the interest on which is to be excluded from gross income for Federal income tax purposes.
3. **Maximum Principal Amount of Debt to be Issued.** The maximum principal amount of the Borrowing to be incurred by the Issuer to finance the Project is \$265,000.
4. **Declaration of Official Intent to Reimburse.** The Issuer hereby declares its official intent to reimburse itself with the proceeds of the Borrowing for any of the Expenditures incurred by it prior to the issuance of the Borrowing.

Adopted this 9th day of August, 2010.

SEAL

By: _____
Darlene Whisenant, Town Clerk
Town of Black Mountain, North Carolina

By: _____
Carl R. Bartlett, Mayor
Town of Black Mountain, North Carolina