

RESOLUTION 2015-03

WHEREAS, Hallmark Forest Oaks, LLC (the "Borrower") has requested The Health, Educational and Housing Facilities Board of Sevier County, Tennessee (the "Issuer") issue its Revenue Bonds for the benefit of the Borrower, in the aggregate principal amount of not to exceed \$32,232,200 (the "Bonds"); and

WHEREAS, a portion of the proceeds of the Bonds will be used for the purpose of (a) financing the cost of acquisition and renovation of the multifamily properties listed in *Exhibit A* attached hereto and incorporated by reference (collectively, the "Projects"), (b) funding reserves and (c) paying certain costs of issuance of the Bonds; and

WHEREAS, in order to achieve interest savings, the Borrower desires that the Bonds be issued in compliance with the requirements of the Internal Revenue Code of 1986, as amended (the "Code") so that interest on the Bonds will be excludable from the gross income of the owners thereof; and

WHEREAS, Section 147(f) of the Code and Chapter 101, Part 3 of Title 48, Tennessee Code Annotated (T.C.A. §48-101-301 *et seq.*) as amended ("Title 48 of the TN Code") each require, as a condition to issuing the Bonds to acquire the Projects, that the City Council (the "Board") of Ashland City, Tennessee (the "City") approve of the Issuer's issuance of the Bonds; and

WHEREAS, it is deemed necessary and advisable that this Resolution be adopted.

NOW, THEREFORE BE IT RESOLVED BY THE BOARD AS FOLLOWS:

SECTION 1. Forest Oaks Apartments, located at 2150 Bell Street, Ashland City, Tennessee 37015 (the "Project") is located within the corporate limits of Ashland City, Tennessee (the "Jurisdiction"). The Project will be owned by the Borrower. The issuance of the Bonds by the Issuer in an aggregate amount not to exceed \$32,232,200 is hereby approved for purposes of Section 147(f) of the Code and Title 48 of the TN Code.

SECTION 2. A hearing open to the public was held on April 14, 2015, for which due and reasonable public notice was given to the Jurisdiction in accordance with the provisions of law and the procedures established therefor.

SECTION 3. Such approval shall be solely for the purposes of Section 147(f) of the Code and Title 48 of the TN Code. The City shall have no liabilities for the payment of the Bonds nor shall any of its assets be pledged to the payment of the Bonds.

SECTION 4. This Resolution shall take effect and be in full force immediately after its adoption by the Board.

THIS RESOLUTION HAVING BEEN DULY CONSIDERED AND VOTED UPON
WAS PASSED AND APPROVED THIS 14 DAY OF April, 2015.

ASHLAND CITY, TENNESSEE

By: 

Name: Richard Johnson

Title: Mayor

ATTEST:

By: 

Name: Phyllis Schaeffer

Title: City Recorder / Finance Director