

RESOLUTION NO. 28578

A RESOLUTION REGARDING HIDDEN ACRES APARTMENTS AND PUBLIC FINANCE AUTHORITY MULTIFAMILY HOUSING REVENUE BONDS (DOGWOOD HOUSING, INC. SOUTHEAST PORTFOLIO PROJECT) SERIES 2016.

---

BE IT RESOLVED BY THE CITY COUNCIL (the "City Council") OF THE CITY OF CHATTANOOGA, TENNESSEE (the "City") AS FOLLOWS:

Section 1. The City Council has found and determined as follows:

(a) Public Finance Authority, a political subdivision of the State of Wisconsin created for the purpose of issuing bonds, intends to issue its Multifamily Housing Revenue Bonds (Dogwood Housing, Inc. Southeast Portfolio Project) Series 2016, in one or more series (the "Bonds") from time to time, in an amount not to exceed \$25,800,000. A portion of the proceeds from the sale of the Bonds, not expected to exceed \$5,250,000, will be used to make a loan to Hidden Acres Affordable LLC, a Tennessee limited liability company (the "Borrower"), the sole member of which is Dogwood Housing, Inc., a Maryland nonprofit corporation, and used to finance and/or refinance the acquisition, rehabilitation, equipping and/or improvement of the following multifamily rental housing development: Hidden Acres Apartments, 4518 Hixon Pike, Hixon, Tennessee consisting of 100 units, to be owned by Hidden Acres Affordable LLC; to pay interest on the Bonds, to pay costs of issuance of the Bonds, and/or to fund a debt service reserve fund for the Bonds (collectively, the "Project"). The Project is located within the corporate limits of the City. The remainder of the Bonds will be issued primarily to acquire and rehabilitate other affordable housing developments in Alabama, Mississippi and North Carolina. The initial owner, operator or manager of the Project is expected to be the Borrower. The Bonds shall never constitute an indebtedness of the City within the meaning of any state constitutional provision or statutory limitation, and will not constitute or give rise to pecuniary liability of the City or a charge against its general credit or its taxing powers.

(b) The City Council held a public hearing on March 29, 2016 concerning the Project and the proposed Bonds, and during the public hearing comments were made by members of the City Council and the public; notice of such hearing was published in the Chattanooga Times Free Press on March 12, 2016.

Section 2. The City Council does hereby approve the Project and the issuance of the Bonds as described in Section 1(a) hereinabove. Such approval shall not be construed as expressing any view as to the financial feasibility of the Project or the adequacy of any security provided for the Bonds.

Section 3. The Mayor, the City Clerk and the members of the City Council are hereby separately authorized and directed to take any and all actions that they may deem advisable in order to give effect to the intent of this resolution, and in connection therewith to perform in the name of the City such actions and to execute, deliver, seal, attest and accept such other ancillary documents and certificates as may be necessary or advisable, and all such actions taken are hereby ratified and confirmed as valid and binding on the City.

ADOPTED: April 5, 2016