COMMONWEALTH OF PUERTO RICO
MUNICIPAL GOVERNMENT OF DORADO
DORADO, PUERTO RICO

30th. Legislative Assembly

Series: 2020-2021
First Ordinary Session

MUNICIPAL LEGISLATURE OF DORADO

P. de R. #121

APRIL 27, 2021

RESOLUTION #102

RESOLUTION AUTHORIZING THE ISSUANCE OF $769,498 IN MUNICIPAL GENERAL OBLIGATION NOTES OF 2021 OF THE MUNICIPALITY OF DORADO, PUERTO RICO, AND PROVIDING FOR THE PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SAID NOTES

BE IT ORDAINED by the Municipal Legislature of the Municipality of Dorado, Puerto Rico (the "Legislature"):

Section 1. The Legislature has found and determined, and does hereby declare:

a. The purposes for which the "Municipal General Obligation Notes of 2021" (the "Notes") authorized by this Resolution are to be issued and the maximum amount of money to be raised by said Notes for each such purpose are as follows:

Purpose		Amount
1.	Purchase of equipment	$766,000
2.	Fiscal Agency Fees	3,498
	Total	$769,498

b. The Puerto Rico Fiscal Agency and Financial Advisory Authority ("FAFAA") has certified that the Municipality of Dorado (the "Municipality") has the available lending margin to issue the Notes and the repayment capacity required to pay the principal of and the interest on said Notes as they become due. The total indebtedness of the Municipality, evidenced by general obligation bonds or notes, including the Notes authorized hereby, does not exceed any limitation imposed by Act No. 600 of July 3, 1950, known as the Puerto Rico Federal Relations Act ("Puerto Rico Federal Relations Act") or by the Constitution and Laws of the Commonwealth of Puerto Rico.

c. Pursuant to Section 207 of the Puerto Rico Oversight, Management, and Economic Stability Act, Pub. L. 114-187 enacted on June 30, 2016, 48 U.S.C. 2101 *et seq.* (known as "PROMESA"), and in accordance with the policy on the review of debt transactions established by the Financial Oversight and Management Board for Puerto Rico ("FOMB"), the Municipality requested the prior approval

of the FOMB in order to incur in the transaction authorized by this Resolution.

Section 2. To provide funds for the purposes set forth in subsection (a) of Section 1 of this Resolution, negotiable notes of the Municipality in the aggregate principal amount of Seven Hundred Sixty Nine Thousand Four Hundred Ninety Eight Dollars ($769,498) are hereby authorized to be issued pursuant to the provisions of the Puerto Rico Federal Relations Act and the Constitution and Laws of the Commonwealth of Puerto Rico, including Act No. 107-2020 of August 14, 2020, known as the "Puerto Rico Municipal Code" ("Act No. 107") and Act No. 2 of January 18, 2017, known as the "Puerto Rico Fiscal Agency and Financial Advisory Authority Act" ("Act No. 2"). Said Notes shall be designated "Municipal General Obligation Notes of 2021"; shall be dated as of the 1st day of January of such year or years during which the United States Department of Agriculture - Rural Development ("USDA-Rural Development") notifies that the Notes are being issued; shall be issued as registered, couponless notes, in multiples of $1,000; and shall mature in annual installments on the 1st day of January of such years or years as stated therein, up to not later than 7 years from the date of disbursement, all as hereinafter set forth by the Legislature prior to the issuance of said Notes.

The Notes shall bear interest from their date of issuance until their final payment at the interest rates established by the USDA-Rural Development, which shall not exceed the maximum authorized by law, such interest being payable annually on the 1st day of January of each year, until the respective maturity of the Notes. As provided in Article 7.279 of Act No. 107, the Legislature hereby delegates to FAFAA, or to any such entity upon which FAFAA designates, the authority to fix the interest rate or rates that the Notes will accrue within the parameters set forth in this paragraph.

Section 3. As provided in Article 7.289 of Act No. 107, the Legislature has determined to sell and hereby authorizes the sale of the Notes, via private sale, to the USDA-Rural Development. The principal installments of the Notes are due on the 1st day of January of each year, and the amounts to be paid will be determined taking into account the disbursement date of the first advance of funds and the respective dates and amounts of the payment plan consigned in the Notes' issuance.

Both the principal of and the interest on the Notes shall be payable in any coin or currency of the United States of America which, at the respective dates of payment thereof, is legal tender for the payment of public and private debts. The principal of the Notes shall be payable without need for presentation or delivery at the office of FAFAA, San Juan, Puerto Rico, or at the office of any paying agent designated by FAFAA. The interest on the Notes shall be payable to the person appearing on the registration books of the Municipality, or a designated registrar, as registered owner at the close of business on the 15th day of December (whether or not a business day) preceding the applicable interest payment date. Such interest will be paid in similar coin or currency by check or by any other legal form of payment.

Section 4. The Notes shall be signed by, or shall bear a facsimile of the signature of the Mayor, and the Corporate Seal of the Municipality, or a facsimile of said seal, shall be affixed upon each of the Notes. The Notes shall be signed by, or bear a facsimile of the signature of, the Secretary or any other official designated by the Legislature to attest to the signing by the Mayor and the affixing of the Corporate Seal. The Mayor is also hereby authorized to sign any other document necessary for the issuance of the Notes. The Notes shall be substantially in the following form:

No. R-102 $_____

United States of America
Commonwealth of Puerto Rico

MUNICIPALITY OF DORADO

Municipal General Obligation Notes of 2021

The Municipality of Dorado, Puerto Rico (the "Municipality"), a political and legal entity of the Commonwealth of Puerto Rico, is justly indebted, and for value received, hereby promises to pay to the **United States Department of Agriculture - Rural Development** ("USDA-Rural Development"), as registered owner, or its successors, or its registered assigns, the principal amount of _____ Dollars ($_____). Such principal amount is payable in annual installments on the 1st day of January of the following years, and for the following amounts, together with the interest accrued on the unpaid principal thereon, at the rate of _____ percent (_____%) per annum, until payment and maturity of such principal amount:

Year of Maturity	Principal Amount	Year of Maturity	Principal Amount

Both the principal of and the interest on this Note are payable in any coin or currency of the United States of America which, at the respective dates of payment thereof, is legal tender for the payment of public and private debts. The principal installments of this Note shall be payable, without need for presentation and delivery at the office of the Puerto Rico Fiscal Agency and Financial Advisory Authority ("FAFAA"), in San Juan, Puerto Rico, or at the office of any paying agent designated by FAFAA. The Municipality shall be fully discharged of its obligation on this Note to the extent that any payments of principal are so made. Payment of interest on this Note shall be made to the person appearing on the registration books of the Municipality as registered owner hereof at the closing date of business on the 15th day of December (whether or not a business day) preceding the applicable interest payment date. Such interest shall be paid in similar coin or currency by check or by any legal form of payment.

The full faith, credit and unlimited taxing power of the Municipality are pledged for the punctual payment of the principal of and the interest on the Note as they become due.

This Note is one of a duly authorized issuance of notes of the Municipality designated "Municipal General Obligation Notes of 2021", maturing in annual installments in the years 20____ to 20_____, inclusive, and issued for the purpose of providing funds for paying the cost of certain public improvements or facilities within or for the Municipality, and under the authority of and in full compliance with the Puerto Rico Federal Relations Act, the Puerto Rico Oversight, Management, and Economic Stability Act, Pub. L. 114-187 enacted on June 30, 2016, 48 U.S.C. 2101 *et seq.* (known as "PROMESA"), and the Constitution and Laws of the Commonwealth of Puerto Rico, including Act No. 107-2020, as amended, known as the "Puerto Rico Municipal Code" ("Act No. 107"), and pursuant to a resolution (herein

called, the "Resolution"), authorizing the issuance of said Notes, duly adopted by the Municipal Legislature of the Municipality, with the prior approval of FAFAA and the Financial Oversight and Management Board for Puerto Rico ("FOMB"). By the acceptance of this Note, the owner hereof assents to all the provisions of the Resolution.

It is hereby certified and evidenced that all acts and conditions required by the Puerto Rico Federal Relations Act, PROMESA, and the Constitution and Laws of the Commonwealth of Puerto Rico to happen, exist and be performed prior to, and at the issuance of this Note, have happened, exist and have been performed in due time, form and manner as so required; that the total indebtedness of the Municipality, including this Note, does not exceed any limitations imposed by the Puerto Rico Federal Relations Act or by the Constitution and Laws of the Commonwealth of Puerto Rico; and that provision has been made for the levy and collection of a special additional *ad valorem* tax, to be imposed without limitation of rate or amount, on the value of all taxable property in the Municipality, which shall, along with other available funds in the Municipal Public Debt Redemption Fund established by said Act No. 107 for the benefit of this Note, suffice to pay the principal of and the interest on this Note as they become due.

IN WITNESS WHEREOF, the Municipality of Dorado, Puerto Rico, has caused this Note to be signed by its Mayor and its Corporate Seal to be affixed hereon and attested by its Secretary or any other official designated by the Municipal Legislature to execute such function, all as of the 1st day of January, 2021.

Mayor

(Seal)

Attested:

Secretary

Section 5. The issuance of the Notes was approved by FAFAA on February 25, 2021 and by the FOMB on April 26, 2021.

Section 6. No charges shall be imposed to any Note holder for the registration or transfer privilege herein granted.

Section 7. The full faith, credit and unlimited taxing power of the Municipality are hereby pledged for the punctual payment of the principal of and the interest on the Notes issued hereunder, as they become due.

Section 8. A special additional *ad valorem* tax shall be levied upon all the taxable property in the Municipality which shall, along with other funds available in the Municipal Public Debt Redemption Fund established under Act No. 64 for the benefit of the Notes ("Debt Redemption Fund"), suffice to pay the principal of and interest on the Notes as they

become due. The proceeds of this special additional *ad valorem* tax shall be used exclusively for the payment of the principal of and interest on the Notes, and all other general obligations of the Municipality as they become due.

The Municipality is currently complying with the requirement of the imposition of such special additional *ad valorem* tax through Ordinance No. 31, Series 2012-2013, of December 11, 2012, which imposes a special additional *ad valorem* tax of four point percent (4.00%) per annum, over the taxable real and personal property within the territorial limits of the Municipality. Such special additional tax shall be collected and deposited by the Municipal Revenue Collection Center ("CRIM", by its Spanish acronym) in the Debt Redemption Fund established by the CRIM with the Government Development Bank for Puerto Rico pursuant to Deed No. 4 of Constitution of Trust ("*Constitución de Fideicomiso*") executed on November 2, 2015 before Notary Public Roberto C. Rodríguez Poventud. The principal of and the interest on the Notes shall be paid by FAFAA (or through the paying agents designated in said Notes), on behalf of the Municipality, from (i) the proceeds of said special additional *ad valorem* tax, (ii) any other funds available for such purpose in the Debt Redemption Fund, and, if necessary, (iii) any other income of the Municipality as provided in Article 7.284 of Act No. 107.

Section 9. The Municipality agrees that it shall comply with the requirements of the Puerto Rico Internal Revenue Code of 2011, as amended, except to the extent that the Municipality obtains an opinion from the bond counsel, to the effect that noncompliance would not subject the interest on the Notes to federal income taxes.

Section 10. The Secretary of the Municipality is hereby authorized and directed to publish a Notice of Approval, in a newspaper of general circulation in Puerto Rico, at least once, and to post said notice in at least two public areas within the Municipality, in substantially the following form:

NOTICE OF APPROVAL OF RESOLUTION

Resolution No. 102, Series 2020-2021, entitled "RESOLUTION AUTHORIZING THE ISSUANCE OF $769,498 IN MUNICIPAL GENERAL OBLIGATION NOTES OF 2021 OF THE MUNICIPALITY OF DORADO, PUERTO RICO, AND PROVIDING FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SAID NOTES", was approved by the Municipal Legislature on the 04 day of May, 2021, and approved by the Mayor on the 05 day of May, 2021. This Resolution shall become effective immediately after a period of ten (10) days from the date of publication of this Notice of Approval.

No action or recourse founded upon the nullity of such resolution shall be asserted, nor shall the validity of the resolution or of the notes, authorized thereby, or the provisions in the resolution for the payment thereof, be questioned in any court under any ground whatsoever, except in an action or proceeding commenced within ten (10) days following the date of publication of this Notice of Approval.

By provision of Article 7.277 of Act No. 107 of August 14, 2020, as amended, known as the "Puerto Rico Municipal Financing Act of 1996".

_____
Secretary of the Municipality of
Dorado, Puerto Rico

This Resolution shall become effective immediately after ten (10) days from the date of publication of the Notice of Approval, in accordance with Act No. 107.

Section 11. Any interest and installment of principal, which may be payable prior to the delivery of the Notes, shall be paid to the holder of such Notes, upon presentation. If the installments of principal become due and are paid prior to the delivery of the Notes, the total principal amount of such Notes shall be reduced by the amount of the principal installments so paid.

The Municipality shall have the right to pay any such Notes prior to their delivery by FAFAA to the USDA-Rural Development. In the event of any such payment, each of the maturities, to the extent practicable, shall be reduced by the percentage by which the total amount of said Notes shall have been prepaid.

Section 12. The officers and agents of the Municipality are hereby authorized and directed to perform all acts necessary to implement the provisions of this Resolution.

Section 13. The provisions of this Resolution are hereby declared to be severable and if any section, paragraph, sentence or clause is invalidated by any court of competent jurisdiction, such decision shall not affect the validity of any of the remaining provisions.

Section 14. Any ordinance or resolution, or part thereof, which conflict with the provisions of this Resolution are hereby repealed to the extent of such conflict.

IN WITNESS WHEREOF, we sign the present Resolution No. 102, Series 2020-2021, and affix the Corporate Seal of the Municipality of Dorado, this 04 day of May, 2021.

Secretary of the Municipal Legislature
Municipality of Dorado,
Puerto Rico

President of the Municipal Legislature
Municipality of Dorado,
Puerto Rico

APPROVED: May 05, 2021

Mayor of the Municipality of
Dorado, Puerto Rico

(Official Seal)

CERTIFICATE

CERTIFIED that the foregoing is a true and exact copy of Resolution No. 102, Series 2020-2021, adopted by the Municipal Legislature of Dorado, Puerto Rico, at an _____ session on the 04 day of May, 2021, entitled

"RESOLUTION AUTHORIZING THE ISSUANCE OF $769,498 IN MUNICIPAL GENERAL OBLIGATION NOTES OF 2021 OF THE MUNICIPALITY OF DORADO, PUERTO RICO, AND PROVIDING FOR THE PAYMENT OF THE PRINCIPAL OF AND THE INTEREST ON SAID NOTES"

IT IS ALSO HEREBY CERTIFIED that the following members of the Municipal Legislature voted in the affirmative for the adoption of this Resolution:

Hon. Carlos A. López Román
Hon. José A. Torres Archilla
Hon. Miguel A. Concepción Báez
Hon. Freyda V. Miranda Ríos
Hon. Ramón Hernández Morales
Hon. Fanny Morales Pérez
Hon. Daisy I. Ríos Isern
Hon. José E. Cartagena Rodríguez
Hon. Héctor López Salgado
Hon. Gloria C. Pérez Reyes
Hon Adrián Huertas López

IN WITNESS WHEREOF, I sign the present certificate and affix the Corporate Seal of the Municipality of Dorado, this 04 day of MAY, 2021.

_____
Secretary of the Municipal Legislature
Municipality of Dorado, Puerto Rico

(Official Seal)

LEGISLATURA MUNICIPAL DE DORADO

NOTICE OF APPROVAL OF RESOLUTION

Resolution No. 102, Series 2020-2021, entitled "RESOLUTION AUTHORIZING THE ISSUANCE OF $769,498 IN MUNICIPAL GENERAL OBLIGATION NOTES OF 2021 OF THE MUNICIPALITY OF DORADO, PUERTO RICO, AND PROVIDING FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST OF SAID NOTE".....

AFFIDAVIT

I, Juan C. Jiménez Doblado of legal age, single, employee and resident of San Juan, Puerto Rico, do solemnly swear that I am a Customer Service Representative for "PRIMERA HORA", a newspaper of general circulation in the Island of Puerto Rico, and I am dully authorized to declare that in the edition of this newspaper corresponding to **SEPTEMBER 13, 2021** the above Legal Notice was published by:

JOAN MANUEL RODRÍGUEZ BLOISE, Secretary, Municipal Legislature of Dorado

In witness whereof and upon request of those concerned, I swear to and sign the present in Guaynabo, P.R. this 21 day of September, 2021.

Affidávit No. 00662

Acknowledged and sworn to before me by Juan C. Jiménez Doblado, of legal age, single, employee and resident of San Juan, Puerto Rico, as representative of "PRIMERA HORA", whom I know personally.

FERNANDO RABELL ECHEGARAY ABOGADO-NOTARIO

Guaynaboo, P.R. 21 September 2021.

PUBLIC NOTARY

RECIBO
4021-02919957
Sello
9397
08/11/2021
$5.00
Sello de Asistencia Legal
80004-2021-0811-74018923

Legislatura Municipal Dorado
RECIBIDO
Nombre: Emma Rivera
Firma:
Fecha: 23-sept-2021