DECLARATION OF OFFICIAL INTENT TO REIMBURSE EXPENDITURES WITH PROCEEDS OF A BORROWING

WHEREAS, the University of Virginia (the "University") intends to undertake the project(s) described on Exhibit A hereto (the "Project");

WHEREAS, the University expects to advance its own funds to pay expenditures related to the Project or parts thereof (the "Expenditures") prior to incurring indebtedness for the Project and to receive reimbursement for such Expenditures from the proceeds of tax-exempt or taxable debt or a combination thereof; and

WHEREAS, by resolution adopted by the Board of Visitors of the University on February 20, 2014, the University designated its Executive Vice President and Chief Operating Officer and the Chair of its Finance Committee as persons authorized to declare official intent on behalf of the University pursuant to Treasury Regulations Section 1.150.2 of the United States Department of the Treasury.

NOW THEREFORE, the University's Executive Vice President and Chief Operating Officer and the Chair of the University's Finance Committee both hereby declare as follows:

1. The University intends to utilize the proceeds of tax-exempt bonds or other debt (collectively, "Bonds") to pay the costs of the Project in an amount not currently expected to exceed $15,900,000.

2. The University intends that the proceeds of the Bonds be used to reimburse the University for Expenditures with respect to the Project made on or after the date that is no more than 60 days prior to the date of this Declaration. The University reasonably expects on the date hereof that it will reimburse the Expenditures with the proceeds of the Bonds.

3. Each Expenditure was or will be, unless otherwise approved by bond counsel, either (a) of a type properly chargeable to a capital account under general federal income tax principles (determined in each case as of the date of the Expenditure), (b) a cost of issuance with respect to the Bonds, (c) a nonrecurring item that is not customarily payable from current revenues or (d) a grant to a party that is not related to or an agent of the University so long as such grant does not impose any obligation or condition (directly or indirectly) to repay any amount to or for the benefit of the University.

4. The University intends to make a reimbursement allocation, which is a written allocation by the University that evidences the University's use of proceeds of the Bonds to reimburse an Expenditure, no later than 18 months after the later of (a) the date on which the Expenditure is paid or (b) the date the Project is placed in service or abandoned, but in no event more than three years after the date on which the Expenditure is paid.

5. The University intends that the making of this declaration confirms the "official intent" of the University within the meaning of Treasury Regulations Section 1.150-2 promulgated under the Internal Revenue Code of 1986, as amended.

6. This declaration shall take effect immediately.
Dated: __________, ___

Patrick D. Hogan  
Executive Vice President and  
Chief Operating Officer  
University of Virginia

Jim Murray  
Chair of the Finance Committee  
University of Virginia
DESCRIPTION OF PROJECT

Project: International Residential College Renovation

Amount Requested: $15,900,000

Cumulative Total: $15,900,000

The International Residential College (IRC) consists of 87,350 gross square feet in four buildings housing 323 residents and resident staff in traditional hall style accommodations in double and single rooms. The renovation project will provide fire protection systems, replace mechanical systems and site utilities, fully renovate bathrooms, refresh interior spaces, and repair the exterior building envelope of all four buildings; install air conditioning in Munford and Gwathmey; and replace outdated equipment in Lewis and Hoxton. In partnership with a construction manager, the University will develop a plan to get as much work done in the summer of 2017 as possible giving consideration to the fact that beds cannot be taken offline during the academic year. Procuring the project in its entirety allows for better planning and more efficient execution.

16. **FINANCING PLAN FOR THE RENOVATION OF THE INTERNATIONAL RESIDENTIAL COLLEGE**
   (approved by the Finance Committee on September 16, 2016)

WHEREAS, the pro forma for renovating the International Residential College estimates a total project cost of $16.0 million; and

WHEREAS, the financing plan for renovating the International Residential College plans for the use of debt in the amount of $15.9 million and auxiliary cash of $0.1 million to fund the project and demonstrates the ability of the housing system to service debt based on the pro forma; and

WHEREAS, by resolution adopted by the Board of Visitors of the University on February 20, 2014, the University designated its Executive Vice President and Chief Operating Officer and the Chair of its Finance Committee as persons authorized to declare official intent to issue debt on behalf of the University pursuant to Treasury Regulations Section 1.1As 50.2 of the United States Department of the Treasury;

RESOLVED, the Board of Visitors approves the financing plan for the renovation of the International Residential College.

<table>
<thead>
<tr>
<th>University Debt</th>
<th>$ 15,900,000</th>
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<tbody>
<tr>
<td>Total Project Budget</td>
<td>$ 16,000,000</td>
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