

## RESOLUTION No. 489

### RESOLUTION OF SUNNYSLOPE COUNTY WATER DISTRICT DECLARING THE OFFICIAL INTENT TO REIMBURSE

#### EXPENDITURES FROM THE PROCEEDS OF TAX EXEMPT SECURITIES

WHEREAS, the Board of Directors ("Board") of Sunnyslope County Water District ("District") desire to finance the construction and acquisition of the facilities described in detail below (collectively "the Project"); and

WHEREAS the District will be expending funds for the construction and acquisition of the Project; and

WHEREAS, the District reasonably expects to reimburse such expenditures by authorizing the sale and delivery of one or more series of obligations, as described below:

**NOW, THEREFORE**, the Board hereby resolves as follows:

1. This Resolution is a declaration of official intent to reimburse expenditures pursuant to Treasury Regulations Section 1.150-2.
2. The District desires to finance the construction and acquisition of the Project, consisting of improvements to the District's sewage treatment facilities as generally described in Exhibit "A" which is hereby incorporated by reference herein.
3. The District reasonably expects to reimburse the expenditures through the sale and delivery of one or more series of obligations (the "Obligations"), the interest component on which is excludable from gross income under Section 103 of the Internal Revenue Code. The approximate principal amount of Obligations to be issued for the Project is \$15,000,000.00.
4. The reimbursement allocation to be made with respect to the expenditures will occur not later than eighteen (18) months after the later of a) the date on which the expenditure is made or (b) the date on which the Project is placed in service, but in no event more than 3 years after the expenditure is paid.
5. This Resolution expresses the District's expectations as of this date with respect to the financing of the construction and acquisition of the Project. Future events or extraordinary circumstances beyond the control of the District may result in the Project being financed in a manner other than as described in this Resolution, and nothing contained herein constitutes an irrevocable commitment by the District to issue the Obligations.

PASSED AND ADOPTED on February 9, 2006, by the following vote.

AYES: D. Anderson, Hailstone, Nelson, & Johnson

NAYS: None

ABSENT: R. Anderson

SUNNYSLOPE COUNTY WATER DISTRICT

By *Dawn V Anderson*  
Dawn Anderson, President

ATTEST: *Bryan M. Yamaoka*  
Bryan M. Yamaoka, Secretary

## Exhibit "A"

Project to upgrade the Ridgemark Estates Wastewater Treatment Facilities, collection system, disposal options or connection into City of Hollister Wastewater Treatment Facilities, creating a Regional Wastewater Treatment Facility. In addition, a potable water treatment facility to be designed and constructed to treat potable water for Salt Management purposes.