

**GRAND WATER AND SEWER SERVICE AGENCY
WATER REVENUE BONDS
PARAMETERS RESOLUTION**

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING NOTICE OF PUBLIC HEARING AND INTENT TO ISSUE NOT MORE THAN \$150,000 OF WATER REVENUE BONDS; FIXING THE MAXIMUM AGGREGATE PRINCIPAL AMOUNT, MATURITY, INTEREST RATE, AND DISCOUNT OF THE BONDS; PROVIDING FOR THE RUNNING OF A CONTEST PERIOD; AND RELATED MATTERS.

WHEREAS, the Grand Water and Sewer Service Agency, Grand County, State of Utah (the "Issuer"), desires to finance a portion of the costs of repairing a failed water transmission line in the the Issuer's water system; and

WHEREAS, the Issuer further desires to issue bonds to finance those costs; and

WHEREAS, pursuant to the provisions of the Utah Local Government Bonding Act, Title 11, Chapter 14, Utah Code Annotated 1953, as amended (the "Act"), the Issuer has authority to issue its Water Revenue Bonds (the "Bonds") for the purposes set forth above; and

WHEREAS, the Act provides for the publication of a Notice of Public Hearing and Bonds to be Issued, and the Issuer desires to publish such a notice at this time in compliance with the Acts with respect to the Bonds:

NOW, THEREFORE, it is hereby resolved by the Board of Directors (the "Governing Board") of the GRAND COUNTY WATER AND SEWER SERVICE AGENCY, Grand County, Utah, as follows:

Section 1. The Governing Board of the Issuer hereby finds and determines that it is in the best interests of the Issuer and the residents thereof for the Issuer to issue not more than \$150,000 aggregate principal amount of its Bonds, to bear interest at a rate not to exceed 1.50% per annum, to mature in not more than 7 years from their date or dates, and to be sold at a price not less than 99% of the total principal amount thereof, the Bonds to be issued for the purpose of (1) financing the costs of replacing a failed water transmission line in the Issuer's water system, and (2) paying issuance expenses, all pursuant to this Resolution and a resolution to be adopted by the Governing Board authorizing and confirming the issuance and sale of the Bonds (herein referred to as the "Final Bond Resolution"), and the Governing Board hereby declares its intention to issue the Bonds according to the provisions of this Section and a Final Bond Resolution, when adopted.

Section 2. The Issuer hereby authorizes and approves the issuance of the Bonds pursuant to the provisions of this Resolution and a Final Bond Resolution to be adopted by the Governing Board authorizing and confirming the issuance and sale of the Bonds, with such changes thereto as shall be approved by the Governing Board upon the adoption of the Final Bond Resolution, provided that the principal amount, interest rate or rates, maturity and discount shall not exceed the maximums set forth in Section 1 hereof.

Section 3. The Issuer hereby calls a public hearing to be held on May 7, 2015 at 3015 E. Spanish Trail Road, Moab, Utah 84532, at the hour of 7:00 p.m. or as soon thereafter as feasible.

The purpose of the public hearing is to receive public input concerning the proposed issuance of the Bonds and the economic impact that the proposed water system improvements to be financed by the Bonds will have on the private sector. All interested persons are invited to attend and comment.

Section 4. In accordance with the Act, the Secretary of the Issuer shall cause the following "Notice of Public Hearing and Bonds to be Issued" to be (1) published once each week for two consecutive weeks, with the first publication occurring at least 14 days before the public hearing, in **Times Independent**, a newspaper of general circulation in the Issuer, and which is hereby designated as the Issuer's official newspaper pursuant to the Act, and (2) posted on the Utah Public Notice Website at least 14 days before the public hearing. The Secretary shall also cause a copy of this Resolution (together with all exhibits hereto) to be kept on file in the Issuer's principal offices for public examination during the regular business hours of the Issuer until at least thirty (30) days from and after the last date of publication thereof. The Issuer directs its officers and staff to publish a Notice of Public Hearing and Bonds to be Issued in substantially the following form:

NOTICE OF PUBLIC HEARING AND BONDS TO BE ISSUED

NOTICE IS HEREBY GIVEN pursuant to the provisions of the Utah Local Government Bonding Act, Title 11, Chapter 14, Utah Code Annotated 1953, as amended, that on April 16, 2015, the Board of Directors (the "Governing Board") of the Grand Water and Sewer Service Agency, Grand County, Utah (the "Issuer"), adopted a resolution (the "Resolution") in which it authorized the issuance of the Issuer's Water Revenue Bonds (the "Bonds") in the aggregate principal amount of not to exceed \$150,000, to bear interest at a rate not to exceed 1.50% per annum, except for interest on delinquent installments, to mature in not more than 7 years from their date or dates, and to be sold at a price not less than 99% of the total principal amount thereof.

NOTICE IS FURTHER GIVEN that the Issuer called and will hold a public hearing on May 7, 2015, at 7:00 p.m. or as soon thereafter as feasible. The location of the public hearing is at 3025 E. Spanish Trail Road, Moab, Utah 84532. The purpose of the meeting is to receive input from the public with respect to the issuance of the Bonds and the potential economic impact that the improvement, facility, or property for which the Bonds will pay all or part of the cost will have on the private sector. All members of the public are invited to attend and participate.

The Bonds will be issued for the purposes of (1) financing the cost of replacing a failed water transmission line, and (2) paying issuance expenses of the Bonds. As water revenue bonds, no property taxes will be pledged for repayment of the Bonds.

The Issuer currently has no water revenue bonds outstanding. The estimated total cost to the Issuer for the proposed Bonds if the proposed Bonds are held to maturity, based on interest rates in effect at the time that this notice is published, is \$125,450 .

The Bonds are to be issued and sold by the Issuer pursuant to the Resolution which was before the Governing Board and a Final Bond Resolution to be adopted at a future time (collectively, the "Bond Resolutions"). The Final Bond Resolution is to be adopted by the Governing Board in such form and with such changes thereto as shall be approved by the Governing Board upon the adoption thereof, provided that the principal amount, interest rate or rates, maturity, and discount of the Bonds will not exceed the maximums set forth above.

A copy of the Resolution is on file in the office of the Secretary of the Issuer at 3025 E. Spanish Trail Road, Moab, Utah 84532, where it may be examined during regular business hours

of the Secretary from 9:00 a.m. to 4:30 p.m. Monday through Friday for a period of at least thirty (30) days from and after the last date of publication of this notice.

NOTICE IS FURTHER GIVEN that a period of thirty (30) days from and after the last date of the publication of this notice is provided by law during which any person in interest shall have the right to contest the legality of the Resolution, the Final Bond Resolution, or the Bonds, or any provision made for the security and payment of the Bonds by filing a verified written complaint in the district court of the county in which he/she resides, and that after such time, no one shall have any cause of action to contest the regularity, formality or legality thereof for any cause whatsoever.

DATED this ____ day of April, 2015.

Secretary

Section 5. All resolutions or parts thereof in conflict herewith are, to the extent of such conflict, hereby repealed and this Resolution shall be in full force and effect immediately upon its approval and adoption.

APPROVED AND ADOPTED this April 16, 2015.

Chairman

ATTEST:

Secretary

[SEAL]