

NOTICE OF PUBLIC HEARING AND BONDS TO BE ISSUED

NOTICE IS HEREBY GIVEN pursuant to the provisions of the Local Government Bonding Act, Title 11, Chapter 14, Utah Code Annotated 1953, as amended, that on March 22, 2011, the City Council (the "Council") of Bluffdale City, Utah (the "Issuer"), adopted a resolution (the "Resolution") in which it authorized the issuance of the Issuer's Water Revenue Bonds, Series 2011 in the total principal amount of not to exceed \$3,800,000 (the "Series 2011 Bonds") and called a public hearing to receive input from the public with respect to (a) the issuance of the Series 2011 Bonds and (b) any potential economic impact that the improvements described herein to be financed with the proceeds of the Series 2011 Bonds may have on the private sector.

TIME, PLACE AND LOCATION OF PUBLIC HEARING

The Issuer shall hold a public hearing on April 12, 2011, at the hour of 7:00 p.m. at the Bluffdale City Hall, City Council Chambers, 14350 South 2200 West, Bluffdale, Utah. The purpose of the hearing is to receive input from the public with respect to (a) the issuance of the Series 2011 Bonds and (b) any potential economic impact that the improvements to be financed with the proceeds of the Series 2011 Bonds may have on the private sector. All members of the public are invited to attend and participate.

PURPOSE FOR ISSUING THE SERIES 2011 BONDS; SOURCE OF PAYMENT

The Series 2011 Bonds will be issued for the construction of culinary water lines, storage facilities, and related water improvements, funding a debt service reserve fund, if necessary, and related improvements and paying issuance expenses. The Series 2011 Bonds will be secured solely by a pledge of the Issuer's revenues generated from the operation of its water system. The issuance of the Series 2011 Bonds will not impact user charge rates or connection fees.

PARAMETERS OF THE SERIES 2011 BONDS

The Issuer intends to issue the Series 2011 Bonds in the aggregate principal amount of not to exceed Three Million Eight Hundred Thousand Dollars (\$3,800,000) as taxable or tax exempt bonds, to bear interest at a net effective rate of not to exceed eight percent (8.0%) per annum, to mature in not more than thirty (30) years from their date or dates, and to be sold at a price not less than ninety-eight percent (98%) of the total principal amount thereof.

The Series 2011 Bonds are to be issued and sold by the Issuer pursuant to the Resolution, including as part of said Resolution, the draft of a Final Bond Resolution, a General Indenture and a Supplemental Indenture which were before the Council and attached to the Resolution in substantially final form at the time of the adoption of the Resolution and said Final Bond Resolution to be adopted by the Council in such form and with such changes thereto as shall be approved by the Council upon the adoption thereof; provided that the principal amount, interest rate or rates, maturity, and discount of the Series 2011 Bonds will not exceed the maximums set forth above.

A copy of the Resolution, the Final Bond Resolution, the General Indenture, and Supplemental Indenture are on file in the office of the City Recorder of Bluffdale City, Utah, where they may be examined during regular business hours of the City Recorder from 8:30 a.m. to 5:00 p.m., Monday through Friday for a period of at least thirty (30) days from and after the date of publication of this notice.

NOTICE IS FURTHER GIVEN that a period of thirty (30) days from and after the 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 Series 2011 Bonds, or any provision made for the security and payment of the Series 2011 Bonds, 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 March 22, 2011.

/s/ Teddie Bell
City Recorder