

RESOLUTION 10-59

AN INITIAL RESOLUTION AUTHORIZING THE ISSUANCE OF NOT TO EXCEED
EIGHTEEN MILLION DOLLARS (\$18,000,000)
WATER AND SEWER SYSTEM
REVENUE AND TAX BONDS OF THE CITY OF SPRING HILL, TENNESSEE

BE IT RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN of the City of Spring Hill, Tennessee, as follows:

SECTION 1. That for the purpose of financing in whole, or in part, the (i) construction of extensions and improvements to the water and sewer system (collectively, the "System") of the City of Spring Hill, Tennessee (the "Municipality"); (ii) acquisition of all property real and personal, appurtenant thereto, or connected with such public works project (collectively with (i) above, the "Project"); (iii) payment of legal, fiscal, administrative, architectural and engineering costs incident thereto; (iv) reimbursement to the Municipality for funds previously expended for any of the foregoing; and (v) payment of costs incident to the issuance and sale of the bonds authorized herein, there shall be issued bonds, in one or more emissions, of said Municipality in the aggregate principal amount of not to exceed \$18,000,000, which shall bear interest at a rate or rates not to exceed the maximum rate permitted by Tennessee law, and which shall be payable from and secured by a pledge of the income and revenues to be derived from the operation of the System, subject only to the payment of the reasonable and necessary costs of operating, maintaining, repairing and insuring the System and to prior pledges of such revenues in favor of certain prior lien obligations payable from the revenues of the System. In the event of a deficiency in such revenues, the bonds authorized herein are payable from unlimited ad valorem taxes to be levied on all taxable property within the corporate limits of the Municipality. It is reasonably expected that the Municipality will reimburse itself for certain expenditures in connection with the Project and the Municipality intends to reimburse itself from proceeds of the bonds authorized herein. The expenditures are expected to be made from the Water and Sewer Fund and reimbursement to be made back to that Fund in an amount not greater than that authorized in this resolution. This resolution constitutes a declaration of official intent under Treasury Regulation Section 1.150-2.

SECTION 2. That the City Recorder of the Municipality be, and is, hereby directed and instructed to cause the foregoing initial resolution relative to the issuance of not to exceed \$18,000,000 water and sewer system revenue and tax bonds to be published in full in a newspaper having a general circulation in the Municipality, for one issue of said paper followed by the statutory notice, to-wit:

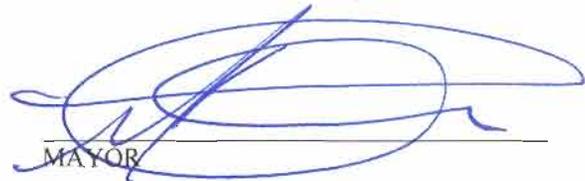
NOTICE

The foregoing resolution has been adopted. Unless within twenty (20) days from the date of publication hereof a petition signed by at least ten percent (10%) of the registered voters of the Municipality shall have been filed with the City Recorder of the Municipality protesting the issuance of the bonds, such bonds will be issued as proposed.

April Goad, City Recorder

SECTION 3. That this resolution shall take effect from and after its passage, the general welfare of the City of Spring Hill requiring it.

Adopted this 21st day of June, 2010.


MAYOR

ATTEST:


APRIL GOAD, CITY RECORDER

The Board of Mayor and Aldermen of the City of Spring Hill, Tennessee, met in regular session on June 21, 2010, at 7:00 o'clock, p.m. at the City Hall, Spring Hill, Tennessee, with the Honorable Michael Dinwiddie, Mayor, presiding.

The following Aldermen were present:

Jonathan Duda

Bruce Hull, Jr.

Rick Graham

Keith Hudson

Allen Hall

Vice-Mayor Eliot Mitchell

Mayor Michael Dinwiddie

Les Cleveland

The following Aldermen were absent:

Amy Wurth

There were also present April Goad, City Recorder, and Victor Lay, City Administrator.

After the meeting was duly called to order, the following resolution was introduced by Alderman Hull seconded by Alderman Graham and after due deliberation, was adopted by the following vote:

AYE: 8

NAY: 0