

GRIFFITH SANITARY DISTRICT, INDIANA

RESOLUTION NO. R2017-02

RESOLUTION OF THE BOARD OF SANITARY COMMISSIONERS OF THE TOWN OF GRIFFITH SANITARY DISTRICT, MAKING PRELIMINARY DETERMINATION TO ISSUE BONDS

WHEREAS, the Board of Sanitary Commissioners (the "Board") of the Town of Griffith Sanitary District (the "District") has given consideration to the completion of all or a portion of the construction, installation and equipping of various sewage works improvements for use by the District (the "Project"); and

WHEREAS, the total cost of the Project, including, but not limited to, costs of the construction of improvements, architects' and engineers' fees, consultants' services, legal and financing expenses, interest during construction and repayment of any funds advanced by the District to meet preliminary expenses necessary to be paid prior to the issuance of bonds by the District, is not greater than Nine Million Seven Hundred Fifty Thousand Dollars (\$9,750,000) and the Board reasonably expects to reimburse such expenditures with the proceeds of the bonds to be issued by or on behalf of the District for the purpose of financing the Project; and

WHEREAS, pursuant to Indiana Code §6-1.1-20-3.1, if the District proposes to impose property taxes to pay debt service on bonds for any construction, renovation, improvement, remodeling, alteration or expansion project, which is not excluded under Indiana Code §6-1.1-20-1.1, it must conduct a public hearing on the preliminary determination to proceed with such Project prior to the District adopting any resolution making a preliminary determination to issue such bonds; and

WHEREAS, notice of said hearing has been given in accordance with Indiana law; and

WHEREAS, interested people have been given the opportunity to present testimony and ask questions concerning the Project, and this Board has heard public input at a public hearing held this date concerning the Project; and

WHEREAS, the Board, being duly advised, finds that it is in the best interests of the District and its citizens for the purpose of financing all or any portion of the Project to issue its bonds for the purpose of financing all or any portion of the Project, in order to better serve the residents of the District; and

WHEREAS, the Board desires to establish its intent, pursuant to Treas. Reg. §1.150-2 and IC 5-1-14-6(c), that said costs of the Projects are to be reimbursed from the proceeds of the bonds;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SANITARY COMMISSIONERS OF THE GRIFFITH SANITARY DISTRICT, AS FOLLOWS:

1. The Board hereby makes a preliminary determination that there exists a need for the Project. Accordingly, the Board hereby makes a preliminary determination that to the extent permitted by law the District will take all of the necessary steps to issue bonds and the District will finance all or any portion of the Project. The District will finance all or any portion of the Project through one or more series of bonds (the "Bonds") and other funds of the District. Principal and interest on the District's Bonds will be payable from *ad valorem* property taxes levied and collected on all taxable property within the geographical boundaries of the District. The proposed Bonds will have a term no longer than twenty (20) years. The maximum estimated interest rate that will be paid in connection with the Bonds is five percent (5.0%) per annum, and the total estimated interest cost is \$6,950,000 not taking into account any funds of the District available for capitalized interest.

2. A notice of the foregoing preliminary determination that to the extent permitted by law the District will take all of the necessary steps to issue the Bonds to finance all or a portion of the costs of all or a portion of the Project shall be given in accordance with Indiana Code §6-1.1-20-3.1.

3. The Board hereby declares its official intent, to the extent permitted by law, to issue the Bonds in one or more series or issues, which Bonds will not exceed an original maximum aggregate principal amount of Nine Million Seven Hundred Fifty Thousand Dollars (\$9,750,000), and to reimburse costs of the Project from proceeds of the Bonds.

4. This Resolution shall be in full force and effect from and after its passage and adoption by the Board.

Passed and adopted by the Board on the 5th day of January, 2017.

BOARD OF SANITARY COMMISSIONERS
OF THE GRIFFITH SANITARY DISTRICT

President

Harold D. Dudick

Vice President

Earl L. Allison

~~Member~~

~~SECRETARY~~ SECRETARY

Member

Member