

RESOLUTION NO. 2015-1

WHEREAS, the city of Richmond, Franklin County, Kansas (the "City") is a city of the third class, duly created, organized and existing under the laws of the State of Kansas; and

WHEREAS, the City operates a municipal public water supply system that is properly permitted under the State of Kansas, Department of Health and Environment (Public Water Supply Identification No. KS2005904); and

WHEREAS, the City has heretofore undertaken a review and analysis of the needs of its public water supply system and determined that the acquisition, construction and equipping of certain improvements to the City's public water system are needed and necessary to best serve the needs of the City at large, all as described in detail and recommended in the *Primary Engineering Report for Proposed Water System Improvements* dated September 10, 2013 (and updated and supplemented from time to time thereafter), prepared by the City's engineering consultants, BG Consultants, Inc., Lawrence, Kansas, which is on file in the City Clerk's office (the "Improvements"); and

WHEREAS, the City is authorized by K.S.A. 65-163u to issue general obligation bonds of the City for the purpose of paying the costs of the Improvements which are to be located within the City and will serve the City at large, together with all things necessary and incidental thereto; and

WHEREAS, all applicable legal requirements pertaining to the Improvements have been complied with, and the governing body of the City now finds and determines that the total estimated cost of said Improvements and related necessary expenses is \$1,848,000; of which costs the City intends to use (1) a grant in the aggregate amount of \$500,000 from the Kansas Department of Commerce and Housing Community Development Block Grant program; (2) a grant in the aggregate amount of \$606,000 from the United States Department of Agriculture Rural Development; and (3) a loan from the United States Department of Agriculture Rural Development in the principal sum of \$742,000; and

WHEREAS, the Governing Body of the City has determined it necessary and advisable to make the Improvements; and

WHEREAS, the City in conjunction with other lawfully available financing sources intends to finance a portion of the costs of the Improvements by the issuance of general obligation bonds of the City pursuant to K.S.A. 65-163u and K.S.A. 10-101 *et seq.*, in an amount not to exceed \$742,000.

NOW THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF RICHMOND, FRANKLIN COUNTY, KANSAS:

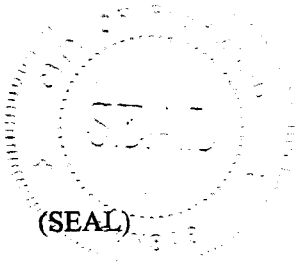
Section 1. The Improvements as hereinbefore described together with all things necessary and incidental thereto shall be and the same are hereby authorized and ordered to be done in accordance with plans and specifications therefor filed or to be filed with the City Clerk of the City, which costs are to be paid for from monies lawfully made available for said Improvements as described in the preamble to this Resolution.

Section 2. The City shall provide funds to pay for a portion of the Improvements authorized under K.S.A. 65-163u by the issuance of its general obligation bonds in an amount not to exceed \$742,000.


Section 3. This Resolution shall constitute a declaration of official intent of the City to reimburse the City for its expenditures made or to be made for the Improvements not to exceed the amount authorized in Section 2 above pursuant to U.S. Treasury Regulation § 1.150-2.

Section 54 This Resolution shall take effect and be in force from and after its passage and approval.

ADOPTED by the governing body of the City of Richmond, Franklin County, Kansas, on
February *12*, 2015.



CITY OF RICHMOND, KANSAS


Shelden S. Snow Mayor


Marla Gadelman, City Clerk

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