

BOND RESOLUTION

LAUREL COUNTY WATER DISTRICT NO. 2

AUTHORIZING

LAUREL COUNTY WATER DISTRICT NO. 2

WATERWORKS REVENUE BONDS, SERIES 2020

IN THE AGGREGATE PRINCIPAL AMOUNT OF

\$2,200,000

CONSISTING OF \$1,850,000 OF SERIES A BONDS

AND

\$350,000 OF SERIES B BONDS

## **BOND RESOLUTION**

**RESOLUTION OF THE LAUREL COUNTY WATER DISTRICT NO. 2 AUTHORIZING AND PROVIDING FOR THE ISSUANCE AND SALE OF \$2,200,000 AGGREGATE PRINCIPAL AMOUNT OF LAUREL COUNTY WATER DISTRICT NO. 2 WATERWORKS REVENUE BONDS, SERIES 2020, CONSISTING OF \$1,850,000 OF SERIES A BONDS AND \$350,000 OF SERIES B BONDS FOR THE PURPOSE OF FINANCING THE COST (NOT OTHERWISE PROVIDED) OF THE CONSTRUCTION OF EXTENSIONS, ADDITIONS AND IMPROVEMENTS TO THE EXISTING WATERWORKS SYSTEM OF SAID DISTRICT; SETTING FORTH TERMS AND CONDITIONS UPON WHICH SAID BONDS MAY BE ISSUED AND OUTSTANDING; PROVIDING FOR THE COLLECTION, SEGREGATION AND DISTRIBUTION OF THE REVENUES OF SAID WATERWORKS SYSTEM; AND PROVIDING FOR AN ADVERTISED, PUBLIC, COMPETITIVE SALE OF SAID BONDS.**

WHEREAS, the waterworks system (the "System") of Laurel County Water District No. 2 (the "District") is owned and operated by said District pursuant to Chapters 58 and 74 of the Kentucky Revised Statutes (the "Act"), and

WHEREAS, the District presently has outstanding certain Prior Bonds (as hereinafter defined), which Prior Bonds are payable from and secured by a pledge of the revenues derived from the operation of the System, and

WHEREAS, all of the Prior Bonds presently outstanding are current as to payment of both principal and interest, and for the security of which a certain Sinking Fund and certain reserves are being maintained in the manner and by the means prescribed in the Prior Bond Resolution (as hereinafter defined) of the District, authorizing the Prior Bonds, and

WHEREAS, it is the desire and intent of the District at this time to authorize and provide for the issuance of revenue bonds in the aggregate principal amount of \$2,200,000, consisting of \$1,850,000 of Series A Bonds and \$350,000 of Series B Bonds (collectively, the "Current Bonds"), for the purpose of financing the cost (not otherwise provided) of the construction of extensions, additions and improvements to the System of the District, in accordance with plans and specifications prepared by Monarch Engineering, Inc., and to prescribe the covenants of the District, the rights of Bondowners and the details of the issuance and sale of the proposed Current Bonds, and

WHEREAS, the District desires and intends that the Current Bonds be issued on a parity with the Prior RD Bonds, subject to the vested rights and priorities in favor of the owners of the outstanding Prior Bonds, and

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF COMMISSIONERS OF THE LAUREL COUNTY WATER DISTRICT NO. 2 AS FOLLOWS:

District as to any such rebate requirements and to maintain records in regard thereto for the period of time required by applicable Treasury regulations.

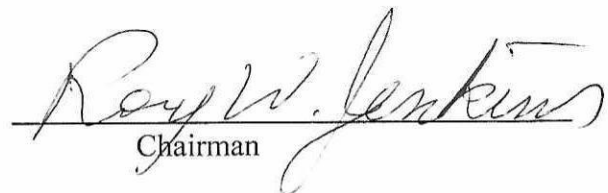
**Section 1002. Severability Clause.** If any section, paragraph, clause or provision of this Resolution shall be held invalid, the invalidity of such section, paragraph, clause or provision shall not affect any of the remaining provisions of this Resolution, which shall continue in full force and effect.

**Section 1003. All Provisions in Conflict Repealed.** All motions, resolutions and orders, or parts thereof, in conflict with the provisions of this Resolution, are to the extent of such conflict hereby repealed. It is hereby specifically ordered and provided that any proceedings heretofore taken for the issuance of other bonds of the District payable or secured in any manner by all or any part of the income and revenues of said System or any part thereof, and which have not been heretofore issued and delivered, are hereby revoked and rescinded, and none of such other bonds shall be issued and delivered. The District covenants to correct by appropriate proceedings any required procedure previously taken invalidly.

**Section 1004. Effective Immediately Upon Adoption.** This Resolution shall take effect and be effective immediately upon its adoption.

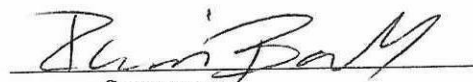
Adopted this April 14, 2020.

Laurel County Water District No. 2

  
Chairman

(Seal of District)

Attest:

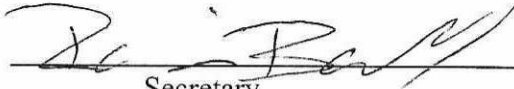
  
Secretary

### CERTIFICATION

I, the undersigned, hereby certify that I am the duly qualified and acting Secretary of the Laurel County Water District No. 2, and that the foregoing Resolution is a true copy of a Resolution duly adopted by the Board of Commissioners of said District, signed by the Chairman of said District and attested under Seal by me as Secretary, at a properly convened meeting of said Board of Commissioners held on April 14, 2020, as shown by the official records of said District in my custody and under my control.

I further certify that said meeting was duly held in accordance with all applicable requirements of Kentucky law, including KRS 61.810, 61.815, 61.820 and 61.825, that a quorum was present at said meeting, that said Resolution has not been modified, amended, revoked or repealed, and that same is now in full force and effect.

IN TESTIMONY WHEREOF, witness my signature as Secretary and the official Seal of the District this April 14, 2020.

  
Secretary

(Seal of District)

Bonds Dated 6/25/2021

Schedule of Principal Payments on Series A Bonds (\$1,850,000)

Interest Rate: 1.75%

<u>Payment Due</u> <u>January 1</u>	<u>Interest</u> <u>Payment</u>	<u>Principal</u> <u>Payment</u>	<u>Payment Due</u> <u>January 1</u>	<u>Interest</u> <u>Payment</u>	<u>Principal</u> <u>Payment</u>
2022	16,187.50	\$32,500	2042	18,941.25	\$46,000
2023	31,806.25	33,000	2043	18,156.25	46,500
2024	31,228.75	33,500	2044	17,342.50	47,500
2025	30,642.50	34,000	2045	16,511.25	48,000
2026	30,047.50	34,500	2046	15,671.25	49,000
2027	29,443.75	35,500	2047	14,813.75	50,000
2028	28,822.50	36,000	2048	13,938.75	51,000
2029	28,192.50	36,500	2049	13,046.25	51,500
2030	27,553.75	37,000	2050	12,145.00	52,500
2031	26,906.25	38,000	2051	11,226.25	53,500
2032	26,241.25	38,500	2052	10,290.00	54,500
2033	25,567.50	39,000	2053	9,336.25	55,500
2034	24,885.00	40,000	2054	8,365.00	56,500
2035	24,185.00	40,500	2055	7,376.25	57,500
2036	23,476.25	41,000	2056	6,370.00	58,500
2037	22,758.75	42,000	2057	5,346.25	59,500
2038	22,023.75	42,500	2058	4,305.00	60,500
2039	21,280.00	43,500	2059	3,246.25	61,500
2040	20,518.75	44,000	2060	2,170.00	62,500
2041	19,748.75	45,000	2061	1,076.25	61,500



Bonds Dated 6/25/2021

Schedule of Principal Payments on Series B Bonds (\$350,000)

Interest Rate: 1.75%

<u>Payment Due</u> <u>January 1</u>	<u>Interest</u> <u>Payment</u>	<u>Principal</u> <u>Payment</u>	<u>Payment Due</u> <u>January 1</u>	<u>Interest</u> <u>Payment</u>	<u>Principal</u> <u>Payment</u>
2022	3,062.50	\$6,000	2042	3,587.50	\$ 8,500
2023	6,020.00	6,000	2043	3,438.75	9,000
2024	5,915.00	6,500	2044	3,281.25	9,000
2025	5,801.25	6,500	2045	3,123.75	9,000
2026	5,687.50	6,500	2046	2,966.25	9,500
2027	5,573.75	6,500	2047	2,800.00	9,500
2028	5,460.00	7,000	2048	2,633.75	9,500
2029	5,337.50	7,000	2049	2,467.50	10,000
2030	5,215.00	7,000	2050	2,292.50	10,000
2031	5,092.50	7,000	2051	2,117.50	10,000
2032	4,970.00	7,500	2052	1,942.50	10,500
2033	4,838.75	7,500	2053	1,758.75	10,500
2034	4,707.50	7,500	2054	1,575.00	10,500
2035	4,576.25	7,500	2055	1,391.25	11,000
2036	4,445.00	8,000	2056	1,198.75	11,000
2037	4,305.00	8,000	2057	1,006.25	11,000
2038	4,165.00	8,000	2058	813.75	11,500
2039	4,025.00	8,000	2059	612.50	11,500
2040	3,885.00	8,500	2060	411.25	12,000
2041	3,736.25	8,500	2061	201.25	11,500