

INITIAL RESOLUTION AUTHORIZING THE ISSUANCE OF WATER AND SEWER REVENUE AND TAX BONDS BY THE TOWN OF BLUFF CITY, TENNESSEE IN A PAR AMOUNT NOT TO EXCEED \$1,182,000 TO FINANCE WATER AND SEWER SYSTEM IMPROVEMENTS AND EXTENSIONS AND RELATED COSTS.

BE IT RESOLVED by the Board of Mayor and Aldermen of the Town of Bluff City, Tennessee (the "Town") that for the purpose of financing water and sewer system improvements and extensions and related costs, the Town shall issue bonds in a par amount not to exceed \$1,182,000, 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 revenues of the water and sewer system of the Town (the "System") on parity with certain other debt of the Town, 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 the event of a deficiency in System revenues, such bonds are payable from unlimited ad valorem taxes to be levied on all taxable property within the corporate limits of the Town.

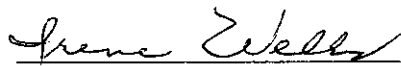
BE IT FURTHER RESOLVED by the Board of Mayor and Aldermen of the Town that the City Recorder is hereby directed to cause this initial resolution to be published once in full in a newspaper having a general circulation in the Town, together with the following statutory notice:

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 Town shall have been filed with the City Recorder protesting the issuance of the bonds, such bonds may be issued as proposed.

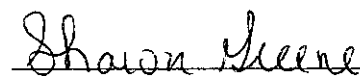
BE IT FURTHER RESOLVED by the Board of Mayor and Aldermen of the Town that this initial resolution shall take effect from and after its adoption, the welfare of the Town requiring it.

ADOPTED AND APPROVED this 7th day of March, 2017.



Mayor

ATTEST:



City Recorder

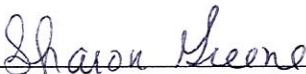
(SEAL)

STATE OF TENNESSEE)

COUNTY OF SULLIVAN)

I, Sharon Greene, hereby certify that I am the duly qualified and acting City Recorder of the Town of Bluff City, Tennessee (the "Town") and, as such official, I further certify as follows: (1) that attached hereto is a true, correct and complete copy of a resolution adopted by the Board of Mayor and Aldermen of the Town at its March 7, 2017 meeting; and (2) that a quorum of the members of the Board of Mayor and Aldermen was present and acting throughout said meeting.

WITNESS my official signature and the seal of the Town, this 7th day of March, 2017.



City Recorder

(SEAL)

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