

**THE BOARD OF COMMISSIONERS OF THE COUNTY OF CRAVEN,
SITTING AS THE BOARD OF DIRECTORS FOR THE CRAVEN COUNTY
WATER DISTRICT, MET IN REGULAR SESSION ON TUESDAY SEPTEMBER
8, 2009 IN THE COMMISSIONERS' ROOM OF THE CRAVEN COUNTY
ADMINISTRATION BUILDING, 406 CRAVEN STREET, NEW BERN, NORTH
CAROLINA. THE MEETING CONVENED AT 8:26 P.M.**

MEMBERS PRESENT:

Chairman Jason R. Jones
Vice Chairman Theron McCabe
Commissioner Lee Kyle Allen
Commissioner Perry L. Morris
Commissioner Johnnie Sampson, Jr.
Commissioner M. Renée Sisk
Commissioner Steve Tyson

STAFF PRESENT:

Harold Blizzard, County Manager
Ray H. Moser, Assistant County Manager
Richard F. Hemphill, County Finance Officer
Gwendolyn M. Bryan, Clerk to the Board
Jim Hicks, County Attorney

Following the roll call, Commissioner Sampson moved to approve the minutes of August 17, 2009, seconded by Commissioner McCabe and unanimously carried.

REIMBURSEMENT RESOLUTION FOR WATER PLANT

The Board was requested to approve a resolution that will allow the County to advance funding for the construction of the proposed water treatment plant and be eligible to reimburse itself when the borrowing is completed. Water Superintendent, Rusty Hayes, explained that the County cannot use any borrowed funds to repay itself without the resolution. During discussion, Commissioner Tyson inquired how much is in reserve and County Finance Officer, Rick Hemphill, responded with a figure of approximately \$9 million. Commissioner Morris inquired if the policy on water leaks requires a licensed plumber in order to be reimbursed and Mr. Hayes responded in the affirmative.

Commissioner Sisk moved to adopt the following resolution, as requested, seconded by Commissioner Morris and unanimously carried.

**RESOLUTION
CRAVEN COUNTY, NORTH CAROLINA
DECLARATION OF AN OFFICIAL INTENT TO REIMBURSE**

BE IT HEREBY RESOLVED, that Craven County, North Carolina does hereby adopt the following declaration (the "Declaration") of Official Intent to Reimburse.

This Declaration is made pursuant to the requirements of the United States Treasury Regulations Section 1.150-2, and is intended to constitute a Declaration of Official Intent to Reimburse under such Treasury Regulations Section.

The undersigned is authorized to declare the Official Intent of Craven County, North Carolina (the "Issuer") with respect to the matters contained herein.

1. **Expenditures to be incurred.** The Issuer has incurred, and in the future will incur, expenditures (the "Expenditures") to purchase land in the eastern portion of Craven County, design, and construct a water treatment plant and system, including test wells, production wells and connections of same (the "Project").
2. **Plan of finance.** The Issuer intends to finance the cost of the Project with the proceeds of debt to be issued by the Issuer (the "Borrowing"), the interest of which is to be excluded from gross income for federal income tax purposes.

3. **Maximum principle amount of debt to be issued.** The maximum principle amount of the Borrowing to be incurred by Issuer to finance this project is not to exceed \$35,000,000.00.
4. **Declaration of official intent to reimburse.** The Issuer hereby declares its official intent to reimburse itself with the proceeds of the Borrowing for any of the Expenditures incurred by it prior to the issuance of the Borrowing, in an amount not to exceed \$35,000,000.00.

Adopted this 8th day of September, 2009.

At 8:35 p.m. Commissioner Allen moved to adjourn, seconded by Commissioner Sisk and unanimously carried.

Chairman Jason R. Jones
Craven County Board of Commissioners

Gwendolyn M. Bryan
Clerk to the Board