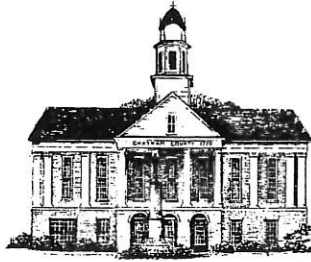


COUNTY OF CHATHAM



COMMISSIONERS
THOMAS J. EMERSON
Chairman
CARL OUTZ
Vice Chair
BOB ATWATER
BUNKEY MORGAN
MARGARET BRYANT POLLARD

P. O. BOX 87
PITTSBORO, N. C. 27312-0087

CHARLIE HORNE
County Manager
ROBERT L. GUNN
County Attorney
Phone (919) 542-8200
Fax (919) 542-8272

ORGANIZED 1770

707 SQUARE MILES

RESOLUTION AUTHORIZING THE FILING OF AN APPLICATION WITH THE STATE OF NORTH CAROLINA

WHEREAS, The Federal Clean Water Act Amendments of 1987 and the North Carolina Clean Water Revolving Loan and Grant Act of 1987 have authorized the making of loans and grants to aid eligible units of government in financing the cost of construction of *water system expansion*; and

WHEREAS, The *County of Chatham* has need for and intends to construct a *water system expansion* project described as *the Western Transmission Mains which include the construction of 16" and 12" Transmission Mains, one elevated tank and booster pump station to supply water from the Chatham County Water Treatment Plant to the Southwest portion of Chatham County*; and

WHEREAS, The *County of Chatham* intends to request state *loan* assistance for the project; and

NOW THEREFORE BE IT RESOLVED, BY THE BOARD OF COMMISSIONERS OF THE COUNTY OF CHATHAM:

That *County of Chatham* will arrange financing for all remaining costs of the project, if approved for a State *loan* award.

That *County of Chatham* will adopt and place into effect on or before completion of the project a schedule of fees and charges and other available funds which will provide adequate funds for proper operation, maintenance, and administration of the system and the repayment of all principal and interest on the debt.

That the *Board of Commissioners of Chatham County* agrees to include in the loan agreement a provision authorizing the State Treasurer, upon failure of the *County of Chatham* to make scheduled repayment of the loan, to withhold from the *County of Chatham* any State funds that would otherwise be distributed to the local government unit in an amount sufficient to pay all sums then due and payable to the State as a repayment of the loan.

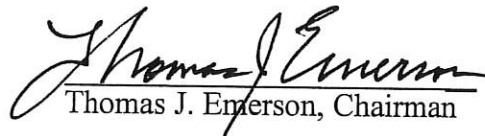
That *County of Chatham* will provide for efficient operation and maintenance of the project on completion of construction thereof.

That *Charlie Horne, County Manager*, and successors so titled, is hereby authorized to execute and file an application on behalf of *County of Chatham* with the State of North Carolina for a *loan* to aid in the construction of the project described above.


That *Charlie Horne, County Manager*, and successors so titled, is hereby authorized and directed to furnish such information as the appropriate State agency may request in connection with such application or the project: to make the assurances as contained above; and to execute such other documents as may be required in connection with the application.

That *County of Chatham* has substantially complied or will substantially comply with all Federal, State, and local laws, rules, regulations, and ordinances applicable to the project and to Federal and State grants and loans pertaining thereto.

Adopted this the 13th day of September, 2004.


Thomas J. Emerson, Chairman

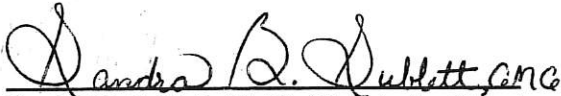
ATTEST:


Sandra Sublett, CMC, Clerk to the Board
Chatham County Board of Commissioners

CERTIFICATION BY RECORDING OFFICER

The undersigned duly qualified and acting *Clerk* of the *County of Chatham* does hereby certify: That the attached resolution is a true and correct copy of the resolution authorizing the filing of an application with the State of North Carolina, as regularly adopted at a legally convened meeting of the *County of Chatham* duly held on the 13th day of September, 2004; and, further, that such resolution has been fully recorded in the journal of proceedings and records in my office.

IN WITNESS WHEREOF, I have hereunto set my hand this 13th day of September, 2004.

A handwritten signature in cursive script that reads "Sandra B. Sublett, CMC". The signature is written in black ink and is positioned above the printed name.

Sandra B. Sublett, CMC, Clerk to the Board
Chatham County Board of Commissioners