



The Mayor and Commissioners of the Town of Elkton

Resolution R4-2006

A RESOLUTION of the Mayor and Commissioners of the Town of Elkton, Maryland, to reimburse expenditures for the construction of the *Elkton Wastewater Treatment Plant, Biological Nutrient Removal (BNR) and Enhanced Nutrient Removal (ENR) Project 2005-004* with proceeds of debt to be issued by the Town of Elkton.

WHEREAS, to facilitate an efficient borrowing program, the Mayor and Commissioners intend to expend money on the construction of the *Elkton Wastewater Treatment Plant BNR/ENR Project 2005-004* prior to the issuance of debt for such a purpose; and

WHEREAS the Mayor and Commissioners reasonably expect to issue bonds or other debt obligations to finance all, or a portion of, the *Elkton Wastewater Treatment Plant BNR/ENR Project 2005-004*, and to incur and pay expenditures relating thereto prior to issuing such debt and to reimburse such expenditures from the proceeds of such debt; and

WHEREAS, to comply with the applicable provisions of the Internal Revenue Code of 1986, as amended, and Section 1.150-2 of the Income Tax Regulations, it is necessary, in order to reimburse such expenditures with the proceeds of tax-exempt debt, that the Mayor and Commissioners declare their official intent to make such a reimbursement of expenditures.

NOW THEREFORE, BE IT RESOLVED by the Mayor and Commissioners of the Town of Elkton as follows:

1. That, as evidenced by this Resolution, the Mayor and Commissioners intend to expend money on the construction of the *Elkton Wastewater Treatment Plant BNR/ENR Project 2005-004* prior to the issuance of bonds or other debt obligations to finance this project. The Mayor and Commissioners reasonably expect to issue debt obligations in an amount not to exceed Twenty Million Dollars (\$20,000,000.00) and to reimburse such expenditures from the proceeds of such debt for this project.
2. That this Resolution is a declaration of official intent under Income Tax Regulation Section 1.150-2.
3. That this declaration of official intent shall be made a part of the official public records of the Mayor and Commissioners of the Town of Elkton. It shall also be available for public inspection when passed and shall be continuously made available for such public inspection on a reasonable basis at the Elkton Municipal Building, Administration Office, 100 Railroad Avenue, Elkton, Maryland 21921 until the issuance of the bonds or other debt obligations from which the reimbursement is to be made.

**** END OF SECTION ****

READ AND PASSED THIS 15th DAY OF MARCH, 2006

**The Mayor and Commissioners
of the Town of Elkton**

Mayor Joseph L. Fisona
Commissioner John K. Burkley, II
Commissioner Charles H. Givens, Sr.
Commissioner Earl M. Piner, Sr.
Commissioner C. Gary Storke