

RESOLUTION NO. 2010-09

A RESOLUTION APPROVING COST ESTIMATES OF THE PROPOSED PROJECT IMPROVEMENTS TO THE MUNICIPALLY OWNED ELECTRIC UTILITY SYSTEM OF THE CITY OF WATHENA, DONIPHAN COUNTY, KANSAS, BY MAKING CERTAIN ELECTRIC SYSTEM IMPROVEMENTS AND DOING ALL OTHER THINGS NECESSARY AND INCIDENTAL THERETO, AND AUTHORIZING THE PUBLICATION OF THE NOTICE OF INTENTION OF THE GOVERNING BODY OF THE CITY OF WATHENA, KANSAS, TO MAKE SUCH IMPROVEMENTS AND TO ISSUE AND SELL REVENUE BONDS OF SAID CITY TO PAY PART OF THE COST THEREOF.

WHEREAS, the City of Wathena, Doniphan County, Kansas, (the "City") is a municipality as defined by K.S.A. 10-101 and 10-1201 *et seq.* and all amendments thereto; and

WHEREAS, the City is authorized by the laws of the State of Kansas to issue and sell Revenue Bonds of the City for the improvement of its electric utility system pursuant to K.S.A. 10-1201 *et seq.* and all amendments thereto; and

WHEREAS, it is deemed by the Governing Body of the City to be necessary and advisable that the City improve its electric utility system by making certain Project improvements, including but not limited to improvements to the City-owned electric distribution system, including, but not limited to acquiring, constructing and equipping electrical transmission equipment, switches, control units, transformers, arresters, insulators, cutouts and replacing poles, and doing all things necessary and incidental thereto (the "Project"); and that the preliminary plans, specifications and estimates have been duly prepared and filed in the office of the City Clerk of said City, which estimates show a total cost of the Project to be approximately One Million Thirty Thousand One Hundred Thirty Dollars (\$1,030,130). The costs of the Project shall be paid from the proceeds of a Kansas Department of Commerce, Community Development Block Grant in the amount of Four Hundred

Thousand Dollars (\$400,000) (the "Grant"), Electric Utility Revenue Bonds of the City in the amount of Five Hundred Eighty Thousand Dollars (\$580,000) (the "Revenue Bonds") and Fifty Thousand One Hundred Thirty Dollars (\$50,130) of lawfully available funds of the City; and

WHEREAS, it is found by the Governing Body that such Project will not cause a duplication of existing utility service furnished by a private utility.

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF WATHENA, KANSAS:

Section 1. That the estimates of costs of making certain Project improvements including but not limited to improvements to the City-owned electric utility system, and doing all things necessary and incidental thereto, which estimates are now on file in the office of the City Clerk of said City, be and the same are hereby approved.

Section 2. That notice be given by the Governing Body of the City of its intention to improve its electric utility system Project in accordance with the plans, specifications and estimates of cost and to sell revenue bonds of the City in an amount not exceeding \$580,000 to pay part of the cost thereof, the balance of the costs of the Project to be paid by the Grant and lawfully available funds of the City in the amount of \$50,130. Such notice shall be signed by the Mayor and attested by the City Clerk and shall be published in the official City newspaper. Such notice shall describe the nature of the proposed improvements and shall state the amount of revenue bonds proposed to be issued for the payment of part of the cost of the Project and otherwise, the notice shall be in the form as provided by law.

Section 3. That unless written protests against such proposed improvements signed by not less than twenty percent (20%) of the qualified electors of the City are filed with the City Clerk within fifteen (15) days after publication of the notice herein authorized the City both reasonably expects and intends to finance part of the costs as hereinbefore described from the proceeds of its revenue bonds payable from the rates, fees and charges of its electric utility system. The City does hereby express its official intent to reimburse any expenditures made or obligations incurred by it subsequent to the date of this Resolution from the proceeds of its revenue bonds as aforesaid in the maximum principal amount previously described. This Resolution, as the expression of the Governing Body's official intent regarding the matters described herein, will be available, for public inspection in the City Clerk's office at City Hall during regular business hours of the City.

Section 4. That this Resolution shall be in force and take effect from and after its passage and approval.

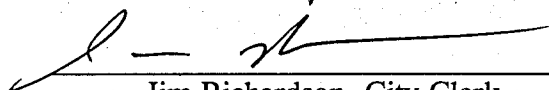
PASSED by the Governing Body and approved by the Mayor this 20th day of September, 2010.

CITY OF WATHENA, KANSAS

[Seal]


James McAnerney, Mayor

ATTEST:


Jim Richardson, City Clerk

NOTICE OF INTENTION

NOTICE OF INTENTION TO MAKE IMPROVEMENTS TO THE MUNICIPALLY OWNED ELECTRIC UTILITY SYSTEM OF THE CITY OF WATHENA, DONIPHAN COUNTY, KANSAS, BY MAKING CERTAIN PROJECT ELECTRIC SYSTEM IMPROVEMENTS AND DOING ALL OTHER THINGS NECESSARY AND INCIDENTAL THERETO, AND TO ISSUE AND SELL REVENUE BONDS OF THE CITY OF WATHENA, KANSAS, FOR THE PURPOSE OF PAYING PART OF THE COST THEREOF.

Notice is hereby given that as provided by Resolution No. 2010-09 (the "Resolution") of the City of Wathena, Doniphan County, Kansas, (the "City") that the Governing Body of the City intends to make improvement to the City-owned electric utility system by making certain improvements to the electric distribution system, including but not limited to acquiring, constructing and equipping electrical transmission equipment, switches, control units, transformers, arresters, insulators, cutouts and replacing poles, and doing all things necessary and incidental thereto (the "Project").

Notice is further given that the total cost of such improvements is approximately One Million Thirty Thousand One Hundred Thirty Dollars (\$1,030,130), of which said amount Five Hundred Eighty Thousand Dollars (\$580,000) shall be paid by the City through the issuance and sale of revenue bonds, the balance of the costs of the Project to be paid by a Kansas Department of Commerce, Community Development Block Grant in the amount of Four Hundred Thousand Dollars (\$400,000) and Fifty Thousand One Hundred Thirty Dollars (\$50,130) of lawfully available funds of the City.

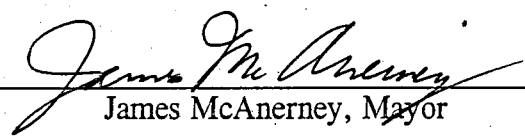
Notice is further given that as provided by the Resolution, the Governing Body of the City intends to issue and sell Electric Utility System Revenue Bonds of the City pursuant to K.S.A. 10-1201 *et seq.* and all amendments thereto in a principal amount not exceeding Five Hundred Eighty Thousand Dollars (\$580,000) to pay part of the costs of the Project improvements and to so improve said electric system.

Unless written protests against such proposed improvements signed by not less than twenty percent (20%) of the qualified electors of the City are filed with the City Clerk within fifteen (15) days after the publication of this Notice, the Governing Body will proceed in accordance with the intention as set forth above to effect such improvements and will issue and sell its Electric Utility System Revenue Bonds as above stated.

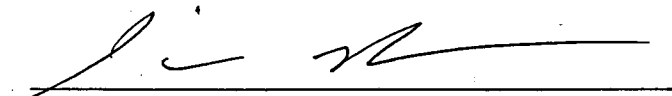
Done by order and direction of the Governing Body of the City of Wathena, Doniphan County, Kansas, this 20th day of September, 2010.

CITY OF WATHENA, KANSAS

[Seal]


James McAnerney, Mayor

ATTEST:


Jim Richardson, City Clerk