

RESOLUTION NUMBER 04-061

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KETCHUM, IDAHO, EXPRESSING OFFICIAL INTENT, PURSUANT TO SECTION 1.150-2 OF THE FEDERAL INCOME TAX REGULATIONS, TO REIMBURSE THE CITY CERTAIN EXPENSES FROM THE PROCEEDS OF THE "CITY OF KETCHUM SEWER REVENUE BONDS, SERIES 2004"; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Ketchum, Idaho (the "City"), held a special revenue bond election on February 3, 2004, on the proposition of whether the City should be authorized to incur debt and to issue revenue bonds in the principal amount of \$3,720,000 to pay a portion of the costs of certain improvements to the sewer collection and treatment system; and

WHEREAS, the electors of the City approved such proposition; and

WHEREAS, the City Council intends to pay certain capital expenditures incident to such improvements from other funds of the City (the "City Funds") pending receipt of the proceeds of the "City of Ketchum Sewer Revenue Bonds, Series 2004" (the "Reimbursement Bonds"); and

WHEREAS, the City intends to reimburse the City Funds from the proceeds of the Reimbursement Bonds.

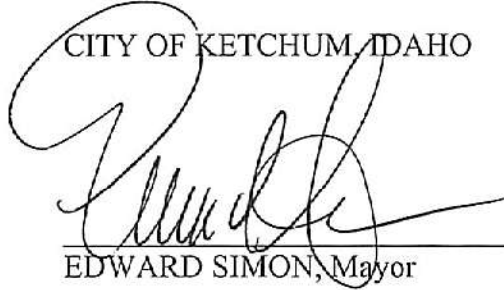
NOW, THEREFORE, BE IT RESOLVED by the Mayor and the City Council of the City of Ketchum, Idaho, as follows:

1. The City Council reasonably expects to reimburse City Funds from the proceeds of the Reimbursement Bonds, which the City anticipates issuing before December 31, 2004.
2. This declaration of official intention is made pursuant to Section 1.150-2 of the Federal Income Tax Regulations.
3. The expenses for which the City reasonably expects to reimburse the City from the proceeds of the Reimbursement Bonds are for the costs of the above-referenced sewer collection and treatment system improvements, which would otherwise be paid from proceeds of the Reimbursement Bonds.
4. The expenditures for which reimbursement will be made are from the Wastewater Fund.
5. The reimbursement allocation from the proceeds of the Reimbursement Bonds will be made not later than 90 days after the date of issuance of the Reimbursement Bonds.

6. The City hereby expresses its official intent, pursuant to section 1.150-2 of the federal income tax regulations, to reimburse the City certain expenses from the proceeds of the City's "City of Ketchum Sewer Revenue Bonds, Series 2004".

PASSED BY THE CITY COUNCIL and APPROVED by the Mayor this 2nd day of August, 2004.


CITY OF KETCHUM, IDAHO



EDWARD SIMON, Mayor

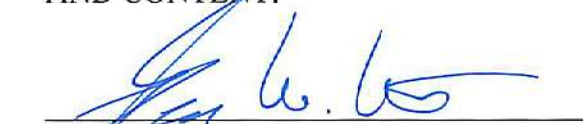


ATTEST:



Sandra E. Cady, CMC
City Treasurer/Clerk

APPROVED AS TO FORM
AND CONTENT:



Benjamin W. Worst,
City Attorney