

A RESOLUTION DECLARING THE OFFICIAL INTENT OF THE COMMISSIONERS OF LEONARDTOWN TO REIMBURSE EXPENDITURES TO BE INCURRED WITH RESPECT TO CERTAIN PROJECTS OR PROGRAMS OR FROM CERTAIN FUNDS WITH THE PROCEEDS OF DEBT

WHEREAS, to facilitate an efficient borrowing program, The Commissioners of Leonardtown (the "Issuer") intends to expend money on certain projects or programs or from certain funds prior to the issuance of debt by the Issuer for such purposes; and

WHEREAS, the Issuer intends to reimburse such expenditures from the proceeds of debt to be issued by the Issuer; and

WHEREAS, to comply with 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 Issuer declare its official intent to make such a reimbursement of expenditures;


NOW, THEREFORE, BE IT RESOLVED this 12th day of September 2005 by The Commissioners of Leonardtown that, as evidenced by this Resolution, the Issuer intends to expend money on the cost of the acquisition, construction, and improvements of the capital projects described in Exhibit A attached hereto prior to the issuance of bonds or other debt obligations to reimburse such expenditures. With respect to such projects, the Issuer reasonably expects to issue debt obligations for these projects in the estimated maximum principal amount of Eighteen Million Dollars (\$18,000,000).

ATTEST/WITNESS:




Laschelle Miller, Town Administrator

COMMISSIONERS OF LEONARDTOWN



J. Harry Norris, III, Mayor



Walter R. Gillette, Vice President



Charles R. Faunce, Councilperson



J. Maguire Mattingly, III, Councilperson



Leslie E. Roberts, Councilperson



Walter Wise, Councilperson

DESCRIPTION OF PROJECT

**EXPAND LEONARDTOWN WASTEWATER TREATMENT PLANT
FROM 680,000 TO 1,200,000 MILLIONS GALLONS PER DAY
TREATMENT CAPACITY AND UPGRADE TREATMENT PROCESS TO
ACHIEVE ENHANCED NUTRIENT REMOVAL.**