

**BLUFFDALE CITY, UTAH
FINAL BOND RESOLUTION
WATER REVENUE BOND, SERIES 2008
March 26, 2008**

RESOLUTION NO. 2008-19

A RESOLUTION AUTHORIZING THE SALE AND ISSUANCE OF \$1,223,000 WATER REVENUE BONDS, SERIES 2008 OF BLUFFDALE CITY, SALT LAKE COUNTY, UTAH, FOR THE PURPOSE OF FINANCING A PORTION OF THE COST OF ACQUIRING WATER SYSTEM IMPROVEMENTS, INCLUDING ADDITIONAL CAPACITY IN WATER STORAGE AND IMPROVEMENTS RELATED TO SAID SYSTEM; PRESCRIBING THE FORM OF BONDS, THE TERMS AND CONDITIONS OF ISSUANCE AND RETIREMENT AND THE SECURITY THEREFOR; PROVIDING FOR THE COLLECTION, HANDLING AND DISPOSITION OF THE REVENUES TO BE DERIVED FROM SAID WATER SYSTEM; AUTHORIZING THE TAKING OF ALL OTHER ACTIONS NECESSARY TO THE CONSUMMATION OF THE TRANSACTIONS CONTEMPLATED BY THIS BOND RESOLUTION; AND RELATED MATTERS.

WHEREAS, Bluffdale City, Salt Lake County, Utah (the "Issuer"), desires to acquire water system improvements, including capacity in water storage and improvements related to said system (the "System") and desires to finance said improvements by issuing its \$1,223,000 Water Revenue Bonds, Series 2008 (the "Series 2008 Bonds"); and

WHEREAS, the Issuer does not have on hand money to pay the cost thereof, but the revenues to be derived by the Issuer from the operation of its System will not be pledged or hypothecated in any manner or for any purpose at the time of the issuance of the Series 2008 Bonds; and

WHEREAS, the Utah Local Government Bonding Act, Title 11, Chapter 14, Utah Code Annotated 1953, as amended, provides that the Issuer may issue nonvoted revenue bonds as long as revenues generated from the revenue producing facilities of the Issuer are sufficient to pay for operation and maintenance of said facilities and debt service on all outstanding obligations secured by the revenues of said facilities; and

WHEREAS, the Issuer has been advised that its System will generate sufficient revenues to pay for operation and maintenance of the System as well as debt service on all proposed and outstanding obligations secured by the revenues of the System, including the Series 2008 Bonds authorized herein; and

WHEREAS, the United States of America acting through its Department of Agriculture, Rural Utilities Service ("USA") has offered to purchase at par the Issuer's

Series 2008 Bonds in the total principal amount of \$1,223,000 and bearing interest at the rate of four and three-eighths percent (4.375%) per annum on the unpaid principal amount thereof; and

WHEREAS, the Issuer desires to accept the offer of the USA and to confirm the sale of the Series 2008 Bonds to the USA:

NOW, THEREFORE, Be It Resolved by the City Council of Bluffdale City, Salt Lake County, Utah, as follows: