COUNTY COUNCIL

OF

TALBOT COUNTY, MARYLAND

2006 Legislative Session, Legislative Day No.: June 13, 2006

Resolution No.: 132

Introduced by: Mr. Carroll, Mr. Duncan, Mr. Foster, Ms. Harrington, Ms. Spence

A RESOLUTION OF TALBOT COUNTY, MARYLAND (THE "BORROWER"), AUTHORIZING THE ISSUANCE AND SALE OF A GENERAL OBLIGATION INSTALLMENT BOND IN A PRINCIPAL AMOUNT NOT EXCEEDING TWO MILLION FIVE HUNDRED THOUSAND DOLLARS ($2,500,000) PURSUANT TO THE AUTHORITY OF THE MARYLAND WATER QUALITY FINANCING ADMINISTRATION ACT (CODIFIED AS SECTIONS 9-1601 TO 9-1622, INCLUSIVE, OF THE ENVIRONMENT ARTICLE OF THE ANNOTATED CODE OF MARYLAND (1996 REPLACEMENT VOLUME AND 2005 SUPPLEMENT) AND BILL NO. 998 ENACTED BY THE COUNTY COUNCIL OF TALBOT COUNTY ON MARCH 27, 2006 (THE "PUBLIC LOCAL LAW"), THE BOND, TO BE DESIGNATED "TALBOT COUNTY WATER QUALITY BOND", THE NET PROCEEDS OF THE SALE THEREOF TO BE USED AND APPLIED FOR THE PUBLIC PURPOSE OF FINANCING OR REFINANCING IMPROVEMENTS TO A WASTEWATER FACILITY AS MORE PARTICULARLY DESCRIBED HEREIN, TOGETHER WITH THE ACQUISITION OF ALL NECESSARY PROPERTY RIGHTS AND EQUIPMENT, AND RELATED ARCHITECTURAL, FINANCIAL, LEGAL, PLANNING AND ENGINEERING EXPENSES; AUTHORIZING THE EXECUTION OF A LOAN AGREEMENT BETWEEN THE BORROWER AND THE MARYLAND WATER QUALITY FINANCING ADMINISTRATION; PRESCRIBING THE FORM AND TENOR OF THE BOND AND THE TERMS AND CONDITIONS FOR THE ISSUANCE AND SALE THEREOF AT PRIVATE SALE TO THE MARYLAND WATER QUALITY FINANCING ADMINISTRATION; PROVIDING FOR THE PROMPT PAYMENT OF THE MATURING PRINCIPAL OF AND INTEREST ON THE BOND; COVENANTING TO LEVY AND COLLECT ALL TAXES NECESSARY TO PROVIDE FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SUCH BOND, SUBJECT TO THE LIMITATION SET FORTH IN SECTION 614 OF THE COUNTY CHARTER; AND GENERALLY RELATING TO THE ISSUANCE, SALE AND DELIVERY OF THE BOND

By the Council: June 13, 2006

Introduced, read the first time, ordered posted, and public hearing scheduled on Tuesday, July 11, 2006 at 2:00 p.m. in the Bradley Meeting Room, South Wing, Talbot County Courthouse, 11 N. Washington Street, Easton, Maryland 21601.

By Order, Susan W. Moran
Secretary

THE GREAT SEAL OF TALBOT COUNTY MARYLAND

A RESOLUTION OF TALBOT COUNTY, MARYLAND (THE "BORROWER"), AUTHORIZING THE ISSUANCE AND SALE OF A GENERAL OBLIGATION INSTALLMENT BOND IN A PRINCIPAL AMOUNT NOT EXCEEDING TWO MILLION FIVE HUNDRED THOUSAND DOLLARS ($2,500,000) PURSUANT TO THE AUTHORITY OF THE MARYLAND WATER QUALITY FINANCING ADMINISTRATION ACT (CODIFIED AS SECTIONS 9-1601 TO 9-1622, INCLUSIVE, OF THE ENVIRONMENT ARTICLE OF THE ANNOTATED CODE OF MARYLAND (1996 REPLACEMENT VOLUME AND 2005 SUPPLEMENT) AND BILL NO. 998 ENACTED BY THE COUNTY COUNCIL OF TALBOT COUNTY ON MARCH 27, 2006 (THE "PUBLIC LOCAL LAW"), THE BOND, TO BE DESIGNATED "TALBOT COUNTY WATER QUALITY BOND", THE NET PROCEEDS OF THE SALE THEREOF TO BE USED AND APPLIED FOR THE PUBLIC PURPOSE OF FINANCING OR REFINANCING IMPROVEMENTS TO A WASTEWATER FACILITY AS MORE PARTICULARLY DESCRIBED HEREIN, TOGETHER WITH THE ACQUISITION OF ALL NECESSARY PROPERTY RIGHTS AND EQUIPMENT, AND RELATED ARCHITECTURAL, FINANCIAL, LEGAL, PLANNING AND ENGINEERING EXPENSES; AUTHORIZING THE EXECUTION OF A LOAN AGREEMENT BETWEEN THE BORROWER AND THE MARYLAND WATER QUALITY FINANCING ADMINISTRATION; PRESCRIBING THE FORM AND TENOR OF THE BOND AND THE TERMS AND CONDITIONS FOR THE ISSUANCE AND SALE THEREOF AT PRIVATE SALE TO THE MARYLAND WATER QUALITY FINANCING ADMINISTRATION; PROVIDING FOR THE PROMPT PAYMENT OF THE MATURING PRINCIPAL OF AND INTEREST ON THE BOND; COVENANTING TO LEVY AND COLLECT ALL TAXES NECESSARY TO PROVIDE FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON SUCH BOND, SUBJECT TO THE LIMITATION SET FORTH IN SECTION 614 OF THE COUNTY CHARTER; AND GENERALLY RELATING TO THE ISSUANCE, SALE AND DELIVERY OF THE BOND

RECITALS

Title VI of the Federal Water Pollution Control Act, as amended by the Water Quality Act of 1987 (the "Clean Water Act"), authorizes the United States Environmental Protection Agency (the "EPA") to award grants to qualifying States to establish and capitalize State water pollution control revolving funds ("SRFs") for the purpose of providing loans and certain other forms of financial assistance (but not grants) to finance, among other things, the construction of publicly-owned wastewater treatment facilities, estuary conservation management plans and the implementation of nonpoint source management programs.

As contemplated by the Clean Water Act, the General Assembly of Maryland at its 1988 session enacted the Maryland Water Quality Financing Administration Act, codified at Sections 9-1601 through 9-1622 of the Environment Article of the Annotated Code of Maryland (the "Act"), establishing the Maryland Water Quality Financing Administration (the "Administration") and establishing an SRF designated the Maryland Water Quality Revolving Loan Fund (the "Fund") to be maintained and administered by the Administration. The Act authorizes the Administration, among other things, to make a loan from the Fund to a "local government" (as defined in the Act) for the purpose of financing all or a portion of the cost of a "wastewater facility" (as defined in the Act). Talbot County, Maryland (the "Borrower") is a "local government" within the meaning of the Act.

The Borrower has applied to the Administration for a loan from the Fund to assist in the financing of a certain project which constitutes a "wastewater facility" within the meaning of the Act. As contemplated by the Act, the Administration and the Borrower will enter into a loan agreement (the "Loan Agreement") to effect and evidence the loan. The Borrower has determined that it will issue its bond, which constitutes a "loan obligation" within the meaning of the Act, to evidence its payment obligations under the Loan Agreement.

BE IT RESOLVED BY THE COUNTY COUNCIL OF TALBOT COUNTY:

<u>Section 1</u>. Pursuant to the authority of the Maryland Water Quality Financing Administration Act (codified as Sections 9-1601 to 9-1622, inclusive, of the Environment Article of the Annotated Code of Maryland (1996 Replacement Volume and 2005 Supplement)) (the "Act"), and Bill No. 998 enacted by the County Council of Talbot County on March 28, 2006 (the "Public Local Law"), Talbot County, Maryland, a body politic and corporate of the State of Maryland (the "Borrower"), hereby determines to borrow money and incur indebtedness for the public purpose of financing or refinancing improvements to the wastewater system and related architectural, financial, legal, planning and engineering expenses permitted under the Clean

Water Act, as described in Exhibit A (the "Project"). The Project constitutes a "wastewater facility" within the meaning of the Act.

It is hereby found and determined that the indebtedness hereby authorized will mature within the probable useful life of the Project, or if applicable, within the average probable useful life of the several improvements constituting the Project.

As contemplated by the Act, such borrowing and indebtedness shall be made and incurred in accordance with the provisions of a loan agreement (the "Loan Agreement") between the Borrower and the Maryland Water Quality Financing Administration (the "Administration"). The Loan Agreement is approved in substantially the form set forth in Exhibit B attached hereto as a part hereof, with such insertions, omissions or variations as may be deemed necessary or appropriate, including insertions to reflect the limitations imposed by Section 614 of the County Charter, and approved by the officers executing the same (their execution of the Loan Agreement to constitute conclusive evidence of such approval). The Borrower hereby approves the form of and authorizes the execution and delivery of the Loan Agreement by the President of the County Council of Talbot County in substantially the form set forth in Exhibit B, including all covenants and conditions set forth therein.

Section 2. To evidence the payment obligations of the Borrower under the Loan Agreement, the Borrower, acting pursuant to the authority of the Act and the Public Local Law hereby determines to issue and sell, upon its full faith and credit, a general obligation installment bond, in the maximum principal amount of Two Million Five Hundred Thousand Dollars ($2,500,000), to be known as "Talbot County Water Quality Bond" (the "Bond"). There shall be added to the title of the Bond a designation corresponding to the year in which the Bond is issued. The Bond shall be dated the date of delivery and shall be issued in the form of one fully registered installment bond, without coupons attached, numbered R-1. The Bond shall bear interest at a rate of 10% of the Bond Buyer 11-Bond Index for the month preceding the date of delivery. Unless otherwise authorized by the President of the County Council of Talbot County (the "President of the Council"), the first payment of principal on the Bond shall be paid on February 1, 2008, and subsequent installments of principal shall be payable annually each February 1 until the principal on the Bond is fully paid, except that the final installment of the entire indebtedness evidenced by the Bond, if not sooner paid, shall be due and payable no later than 20 years after the completion of the Project, and except that prepayments may be made as provided in the Loan Agreement. Interest due on the unpaid principal amounts advanced under the Loan Agreement shall accrue on the basis of a 30-day month, 360-day year from the date of the respective advances of such principal amount, and shall be paid on August 1, 2006, and semiannually thereafter on the 1st day of February and August in each year until the principal amount has been paid.

Section 3. The Bond shall be executed in the name of the Borrower and on its behalf by the President of the Council. The corporate seal of the Borrower shall be affixed to the Bond, attested by the signature of the Secretary to the Council (the "Secretary"). The principal of and interest on the Bond shall be paid by the Borrower by electronic funds transfer, check or draft mailed (by depositing such check or draft, correctly addressed and postage prepaid, in the United States mails before the payment date) to the registered owner at its address as it appears on the books kept for that purpose at the office of the Director of Finance in Easton, Maryland. In the event any official whose signature appears on the Bond ceases to be an official prior to the delivery of the Bond, or shall have become such official after the date of this Resolution, the Bond shall, nevertheless, be a valid and legally binding obligation of the Borrower in accordance with its terms.

Section 4. Except as provided hereinafter or in a Resolution or Resolutions of the Borrower adopted prior to the issuance of the Bond, the Bond shall be issued in substantially the following registered installment bond form. Appropriate variations and insertions shall be made to provide dates, numbers and amounts, and modifications not altering its substance may be made by the President of the Council. All of the covenants contained in the following form are hereby adopted by the Borrower as and for the form of obligation to be incurred by the Borrower, and the covenants and conditions contained therein are hereby made binding upon the Borrower, including the promise to pay therein contained:

(Form of Bond)

$________ R-1

REGISTERED

UNITED STATES OF AMERICA
STATE OF MARYLAND

TALBOT COUNTY
WATER QUALITY BOND, SERIES 2006A
Dated ______, 200_

PAYMENTS OF PRINCIPAL AND INTEREST ON THIS BOND ARE MADE BY CHECK, DRAFT OR ELECTRONIC FUNDS TRANSFER TO THE REGISTERED OWNER AND IT CANNOT BE DETERMINED FROM THE FACE OF THIS BOND WHETHER ALL OR ANY PART OF THE PRINCIPAL OF OR INTEREST ON THIS BOND HAS BEEN PAID.

REGISTERED OWNER: Maryland Water Quality Financing Administration

Talbot County, Maryland, a body politic and corporate and a political subdivision of the State of Maryland (the "Borrower"), hereby acknowledges itself obligated to pay to the Registered Owner shown above, the principal amount of $_______ (the "Maximum Principal Amount") or so much thereof as shall have been advanced from time to time under the terms of the Loan Agreement dated as of _______, 200_ (the "Loan Agreement") by and between the Borrower and the Maryland Water Quality Financing Administration (the "Administration"), plus interest on the unpaid principal advanced under the terms of the Loan Agreement at the rate of ________per centum (_____%) per annum.

The principal advanced under the Loan Agreement shall be paid in installments on the dates and in the amounts as set forth in the following schedule, as such schedule may be amended in accordance with the terms hereof:

Due	Principal Amount	Due	Principal Amount

If the Administration determines at any time to reduce the maximum amount of the Loan Commitment (as defined in the Loan Agreement) in accordance with Section 3.08 of the Loan Agreement, the Maximum Principal Amount shall be reduced accordingly and the Maximum Principal Amount as so reduced shall be amortized in accordance with Section 3.08 of the Loan Agreement. The Administration shall deliver, and the Borrower shall acknowledge in writing, a certificate setting forth such reamortized payment schedule, which shall be attached hereto and shall replace and supersede for all purposes the foregoing payment schedule. Any such reduction shall not affect the obligation of the Borrower to pay the principal of and interest on this bond as and when the same shall become due.

Notwithstanding the foregoing, all outstanding unpaid principal amounts advanced under the Loan Agreement, if not previously due hereunder, shall be due on that date which is 20 years after the date of completion of the Project (as defined in the Loan Agreement), as certified by the Borrower to the Administration pursuant to Section 2.02(d) of the Loan Agreement.

Interest due on the unpaid principal amounts advanced under the Loan Agreement shall accrue on the basis of a 30-day month, 360-day year from the date of the respective advances of such principal amount, and shall be paid on ____________, and semiannually thereafter on the 1st day of _______ and _________ in each year until the principal amount hereof has been paid.

This bond is subject to prepayment only in accordance with Section 3.10 of the Loan Agreement.

Both the principal of and interest on this bond will be paid to the registered owner in lawful money of the United States of America, at the time of payment, and will be paid by electronic funds transfer, check or draft mailed (by depositing such check or draft, correctly addressed and postage prepaid, in the United States mails before the payment date) to the registered owner at such address as the registered owner may designate from time to time by a notice in writing delivered to the Secretary to the County Council.

This bond is issued pursuant to and in full conformity with the provisions of the Maryland Water Quality Financing Administration Act (codified as Sections 9-1601 to 9-1622, inclusive, of the Environment Article of the Annotated Code of Maryland (1996 Replacement Volume and 2005 Supplement), and Bill No. 998 enacted by the County Council of Talbot County on March 28, 2006 (the "Public Local Law"), and by virtue of due proceedings had and taken by the Borrower, particularly Resolution _____ adopted by the County Council of Talbot County on _______ (the "Resolution").

This bond, together with the Loan Agreement, evidences the Loan (as defined in the Loan Agreement) to the Borrower from the Maryland Water Quality Financing Administration. In accordance with the Loan Agreement, the principal amount of the Loan, being the amount denominated as principal under this bond, is subject to reduction or adjustment by the Administration in accordance with the Loan Agreement.

The full faith and credit and unlimited taxing power of the Borrower are hereby irrevocably pledged to the prompt payment of the principal of and interest on this bond according to its terms, subject to the limitations set forth in Section 614 of the County Charter, and the Borrower does hereby covenant and agree to pay the principal of and interest on this bond at the dates and in the manner prescribed herein.

This bond is transferable only after the first principal payment date as set forth above or the date upon which the Maximum Principal Amount has been borrowed, whichever is earlier, upon the books of the Borrower at the office of the Director of Finance of Talbot County by the registered owner hereof in person or by his attorney duly authorized in writing, upon surrender hereof, together with a written instrument of transfer satisfactory to the Secretary to the County Council duly executed by the registered owner or his duly authorized attorney. The Borrower shall, within a reasonable time, issue in the name of the transferee a new registered bond or bonds, in such denominations as the Borrower shall by resolution approve, in an aggregate principal amount equal to the unpaid principal amount of the bond or bonds surrendered and with the same maturities and interest rate. If more than one bond is issued upon any such transfer, the installment of principal and interest to be paid on each such bond on each payment date shall be equal to the product of the following formula: the total installment due on each payment date multiplied by a fraction, the numerator of which shall be the principal amount of such bond and the denominator of which shall be the aggregate principal amount of bonds then outstanding and unpaid. The new bond or bonds shall be delivered to the transferee only after payment of any taxes on and any shipping or insurance expenses relating to such transfer. The Borrower may deem and treat the party in whose name this bond is registered as the absolute owner hereof for the purpose of receiving payment of or on account of the principal hereof and interest due hereon and for all other purposes.

It is hereby certified and recited that all conditions, acts and things required by the Constitution or statutes of the State of Maryland and the Resolution to exist, to have happened or to have been performed precedent to or in the issuance of this bond, exist, have happened and have been performed, and that the issuance of this bond, together with all other indebtedness of the Borrower, is within every debt and other limit prescribed by said Constitution or statutes.

IN WITNESS WHEREOF, this bond has been executed by the manual signature of the President of County Council of Talbot County and the seal of the Borrower has been affixed hereto, attested by the manual signature of the Secretary to the County Council, all as of the ___ day of _________, 2006.

(SEAL) TALBOT COUNTY, MARYLAND

ATTEST:

_____________________________ By: ___________________________________

Secretary to the County Council

President of the County Council of Talbot County, Maryland

Section 5. The Bond shall be sold to the Administration at a private (negotiated) sale, without public bidding, in accordance with the provisions of the Act. The President of the Council is authorized and directed to enter into such agreements with the Administration as he shall deem to be in the best interests of the Borrower in order to accomplish the public purposes of this Resolution.

Section 6. The President of the Council is expressly authorized and empowered to take any and all action necessary to complete and close the delivery of the Bond. The President of the Council is expressly authorized to make such changes or modifications in the forms adopted herein as may be necessary or appropriate.

Section 7. The Director of Finance of the County, or in his absence the President of the Council, is hereby designated to receive payment on behalf of the Borrower of the proceeds of the sale of the Bond. Such proceeds shall be used and applied by the Borrower exclusively and solely for the public purposes described in Section 1 of this Resolution. If the proceeds received from the sale of the Bond exceed the amount needed for such public purposes, the unexpended excess shall be applied as soon as may be practicable to the prepayment of the Bond as provided for in Section 3 of this Resolution, unless a supplemental resolution is passed and approved by the County Council to provide for the expenditure of that excess for some other valid purpose authorized by the Act and the Public Local Law, and approved by the Administration.

Section 8. For the purpose of paying the maturing principal of and interest on the Bond when due, the Borrower has established or shall establish a dedicated source of revenues as described in the Loan Agreement. In the event that such revenues are insufficient to meet the debt service requirements in any fiscal year in which the Bond is outstanding the Borrower shall levy in such year upon all real and tangible personal property within its corporate limits subject to assessment for taxation ad valorem taxes in rate and amount sufficient to meet and pay promptly the principal of and interest on the Bond in each such fiscal year. If the proceeds from the collection of taxes so levied in any such fiscal year are inadequate for such payment, additional taxes shall be levied in the succeeding fiscal year to make up such deficiency. The full faith and credit and unlimited taxing power of the Borrower are hereby irrevocably pledged to the payment of the principal of and interest on the Bond as and when they become due and payable and to the levy and collection of the taxes hereinabove described as and when such taxes may become necessary in order to provide sufficient funds to meet the debt service requirements of the Bond, subject to the limitation set forth in Section 614 of the County Charter. The Borrower hereby covenants and agrees with the registered owner of the Bond to levy and collect the taxes hereinabove described and to take any further action that may be appropriate from time to time during the period that the Bond remains outstanding and unpaid to provide the funds necessary to pay promptly the principal thereof and the interest due thereon.

Section 9. The President of the Council and the Director of Finance shall be the certifying officials for the Borrower responsible for the execution and delivery on the date of the issuance of the Bond of a certificate of the Borrower (the "Tax and Section 148 Certificate") that complies with the requirements of Section 148 of the Internal Revenue Code of 1986, as amended (the "Code") and the applicable regulations thereunder (the "Arbitrage Regulations"). They are hereby authorized and directed to execute and deliver the Tax and Section 148 Certificate to counsel rendering an opinion on the validity of the Bond on the date of the issuance of the Bond. The Tax and Section 148 Certificate shall set out the reasonable expectations of the Borrower as to relevant facts, estimates and circumstances relating to the use of the proceeds of the Bond or of any moneys, securities or other obligations to the credit of any account of the Borrower which may be deemed to be bond proceeds under Section 148 of the Code or the Arbitrage Regulations (collectively, the "Bond Proceeds"). The Borrower covenants with the owner of the Bond that the facts, estimates and circumstances set forth in the Tax and Section 148 Certificate will be based on the Borrower's reasonable expectations on the date of the issuance of the Bond and will be, to the best of the certifying official's knowledge, true, correct, and complete as of that date.

Section 10. The Borrower covenants and agrees with the registered owner of the Bond that it will not make, or (to the extent that it exercises control or direction) permit to be made, any use of the Bond Proceeds that would cause the Bond to be an "arbitrage bond" within the meaning of Section 148 of the Code and the Arbitrage Regulations. The Borrower further covenants that it will comply with Section 148 of the Code and the regulations thereunder which are applicable to the Bond on the date of issuance of the Bond and which may subsequently lawfully be made applicable to the Bond. The Borrower further covenants that it shall make such use of the proceeds of the Bond, regulate the investment of the proceeds thereof, and take such other and further actions as may be required to maintain the excludability from gross income for federal income tax purposes of interest on the Bond. Without limiting the generality of the foregoing, the Borrower further covenants with the registered owner of the Bond that it will not take any action or (to the extent that it exercises control or direction) permit any action to be taken that would cause the Bond (or any portion thereof) to be "federally guaranteed" within the meaning of Section 149(b) of the Code, and that it will not make, or (to the extent that it exercises control or direction) permit to be made, any use of the proceeds of the Bond (or any portion of such proceeds) that would cause the Bond (or any portion thereof) to be "private loan bond" within the meaning of Section 141(c) of the Code. All officers, employees and agents of the Borrower are hereby authorized and directed to take such actions, and to provide such certifications of facts and estimates regarding the amount and use of the proceeds of the Bond, as may be necessary or appropriate from time to time to comply with, or to evidence the Borrower's compliance with, the covenants set forth in this Section.

Section 11. The President of the Council may make such covenants or agreements in connection with the issuance of the Bond on behalf of the Borrower as she shall deem advisable in order to assure the registered owner of the Bond that interest thereon shall be and remain excludable from gross income for federal income tax purposes, and such covenants or agreements shall be binding on the Borrower so long as the observance by the Borrower of any such covenants or agreements is necessary in connection with the maintenance of the exclusion of the interest on the Bond from gross income for federal income tax purposes. The foregoing covenants and agreements may include such covenants or agreements on behalf of the Borrower regarding compliance with the provisions of the Code as the President of the Council shall deem advisable in order to assure the registered owner of the Bond that the interest thereon shall be and remain excludable from gross income for federal income tax purposes, including (without limitation) covenants or agreements relating to the investment of Bond Proceeds, the payment of certain earnings resulting from such investment to the United States, limitations on the times within which, and the purpose for which, Bond Proceeds may be expended, or the use of specified procedures for accounting for and segregating Bond Proceeds. The President of the Council may also make such elections on behalf of the Borrower under the Code as he shall deem advisable in connection with the issuance of the Bond. Such covenants, agreements and elections may be set forth in the Tax and Section 148 Certificate.

Section 12. The Borrower hereby covenants and agrees to pay all administrative fees and expenses charged by the Administration under the Loan Agreement.

Section 13. This Resolution shall be effective from the date of its adoption.

ADOPTED this 11th day of July, 2006.

COUNTY COUNCIL OF
TALBOT COUNTY, MARYLAND

ABSENT

Hilary B. Spence, President

Peter A. Carroll, Vice President

Thomas G. Duncan

Philip Carey Foster

Hope R. Harrington

Adopted on July 11, 2006

Having been posted and Notice, Time and Place of Hearing, and Title of Resolution No. 132 having been published, a public hearing was held on Tuesday, July 11, 2006 at 2:00 p.m. in the Bradley Meeting Room, South Wing, Talbot County Courthouse, 11 North Washington Street, Easton, Maryland 21601.

BY THE COUNCIL

Read the third time:

Enacted: **July 11, 2006**

By Order: Susan W. Moran
Secretary

Carroll – Aye
Foster – Aye
Duncan – Aye
Harrington – Aye
Spence - Absent

Exhibit A to Resolution

The Project

The Project consists of improvements to the Region II Sanitary Collection System including upgrades to Pump Station #1 and Pump Station #2 and the installation of new force water mains.

Exhibit B to Resolution

Form of Loan Agreement