

RESOLUTION NO. 2008-27

A Resolution of the North Kootenai Water District, of Kootenai County, Idaho authorizing a loan from Panhandle State Bank of up to \$50,000 for the purchase of two generators; authorizing two officers to execute all necessary loan documents; and other matters properly relating thereto

NORTH KOOTENAI WATER DISTRICT
Kootenai County, Idaho

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF NORTH KOOTENAI WATER DISTRICT, of Kootenai County, Idaho, as follows:

WHEREAS, North Kootenai Water District (the "District") is a duly and properly formed water district under and by virtue of the laws of the State of Idaho and is governed by a Board of Directors (the "Board"); and

WHEREAS, pursuant to Idaho Code § 42-3212 and subject to constitutional limitations, the Board has the authority to borrow money and incur indebtedness through the execution of a note; and

WHEREAS, the Board desires to accept the offer of Panhandle State Bank (the "Bank") to extend the District a loan of in a principal amount of up fifty thousand dollars (\$50,000), and at a fixed interest rate of no more than six and one-half percent (6.5%), and a term of no more than twelve (12) months for the express purpose of financing the purchase of two (2) generators to provide back-up power sources for District equipment and facilities;

WHEREAS, the Bank's offer requires the designation of two (2) Board members as authorized signatories on the note and any related documentation.

NOW, THEREFORE, BE IT RESOLVED as follows:

Section 1: The District hereby authorizes the execution of a note in favor of Panhandle State Bank for the purpose of securing a short-term loan of \$50,000 to purchase two generators.

Section 2: Board Chair Tom Crimmons and Board Secretary Richard Fairhurst are hereby authorized to sign all necessary documents to effect the execution of said loan on behalf of the District.

Section 3: Ratification. The Board hereby ratifies all acts taken by members of the Board and/or agents on behalf of the Board or District relative to this Resolution.

Section 4: Severability. If any section, paragraph, clause, or provision of this Resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of each section, paragraph, clause, or provision shall in no manner affect any remaining provision of this Resolution.

Section 5: Effective Date. This Resolution shall become and is effective as of the date of its adoption.


DATED this 7th day of August, 2008.

NORTH KOOTENAI WATER DISTRICT,
Kootenai County, Idaho



Chairman, Board of Directors

ATTEST:



District Secretary

(SEAL)



I, the undersigned, Secretary of the Board of Directors of North Kootenai Water District, of Kootenai County, Idaho, hereby certify that the foregoing Resolution is a full, true, and correct copy of a Resolution duly adopted at a regular meeting of the District, duly and regularly held at the regular meeting place thereof on August 7, 2008, of which meeting all members of the Board had due notice and at which a majority thereof were present; and that at said meeting said Resolution was adopted by the following vote:

AYES, and in favor thereof, Directors: 5

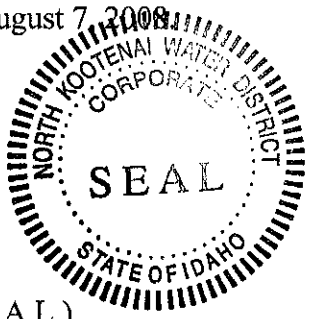
NAYS, Directors: 0

ABSENT, Directors: 0

ABSTAIN, Directors: 0

I further certify that I have carefully compared the same with the original Resolution on file and of record in my office; that said Resolution is a full, true, and correct copy of the original Resolution adopted at said meeting; and that said Resolution has not been amended, modified, or rescinded since the date of its adoption, and is now in full force and effect.

IN WITNESS WHEREOF, I have set my hand and affixed the official seal of the District on August 7, 2008.



(SEAL)

Dan Kunst

District Secretary