

RESOLUTION NO. 2009-21

A RESOLUTION of North Kootenai Water District, Kootenai County, Idaho, initiating the formation of Local Improvement District No. 2, describing the proposed boundaries; describing generally the improvements to be constructed in the proposed district; and providing for other matters properly relating thereto

NORTH KOOTENAI WATER DISTRICT
Kootenai County, Idaho

LOCAL IMPROVEMENT DISTRICT NO. 2

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE NORTH KOOTENAI WATER DISTRICT, 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, the Board of Directors (the "Board") is desirous of initiating the creation of a local improvement district within the boundaries set forth herein;

NOW, THEREFORE, BE IT FURTHER RESOLVED, DETERMINED, AND ORDERED as follows:

Section 1. Initiation of LID. The organization of Local Improvement District No. 2 ("LID No. 2") of the District is hereby initiated.

Section 2. Project. A general description of the improvements to be constructed within the boundaries of proposed LID No. 2 in and around the 4-S Ranch development (the "Project") is as follows:

A. Installation of approximately 12,000 lineal feet of 12" waterline from the end of the District Main Line on Dodd Road, east to the 4-S Ranch water system on Morgan Lane;

B. Replacement of approximately 700 lineal feet of waterline within the 4-S Ranch system;

C. New booster pumps and related appurtenances within the Springrock Booster Station to serve the 4-S Ranch development;

D. Improvements to the existing 4-S Ranch system storage tank; and

E. New booster station and high pressure main to serve the highest services and all appurtenances and facilities related to improvements;

together with engineering, legal, accounting, costs of bond issuance, costs of interim financing, costs of financial advice, and other costs incidental thereto. All work will be performed and all materials supplied after the advertisement for bids therefore by giving notice calling for sealed bids for the construction of work.

Section 3 The boundaries of the proposed LID No. 2 and of the properties to be assessed are particularly described in Exhibit "A" which is attached hereto and by reference incorporated herein.

Section 4. The costs and expenses of the Project to be paid from special assessments to be assessed against the lots and parcels within proposed LID No. 2 according to the benefit derived method of assessment, all in accordance with Section 50-1707, Idaho Code.

Section 5. This Resolution shall take effect and be in full force from and after its passage and approval.

DATED this 16th day of July, 2009.

NORTH KOOTENAI WATER DISTRICT
Kootenai County, Idaho



Chair, Board of Directors

ATTEST:



Secretary

I, the undersigned, Secretary of the North Kootenai Water District, 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 Board of Directors, duly and regularly held at the regular meeting place thereof on July 16, 2009, of which meeting all members of said 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

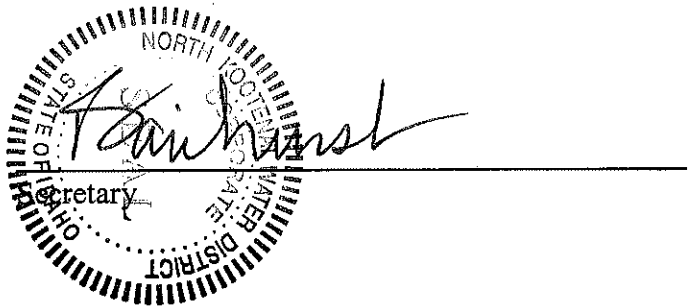
NAYS, Directors: 0

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 July 16, 2009.

The seal is circular with a double-line border. The outer ring contains the text "NORTH KOOTENAI WATER DISTRICT" at the top and "IDAHO" at the bottom. The inner ring contains "STATE OF IDAHO" on the left and "SECRETARY" on the right. A handwritten signature is written across the center of the seal.

(SEAL)

Exhibit "A"
Boundaries of LID No. 2

.....