

NORTH KOOTENAI WATER DISTRICT

RESOLUTION NO. 98-2

Subject to further direction and input from its constituents,

BE IT RESOLVED BY THE CHAIRMAN AND BOARD OF DIRECTORS OF THE NORTH KOOTENAI WATER DISTRICT, OF KOOTENAI COUNTY, IDAHO, AS FOLLOWS:

WHEREAS, THE BOARD OF DIRECTORS OF THE NORTH KOOTENAI WATER DISTRICT (the "District"), has undertaken an evaluation of the condition of the water system it proposes to purchase and determined that improvements to said system are necessary to deliver water service to its constituents in a manner meeting the requirements of Idaho law, and

WHEREAS, it is believed that the constituents of the District desire that such improvements be funded from operating revenues of the system proposed for acquisition rather than from funds borrowed by the District,

NOW THEREFORE, IT IS RESOLVED BY THE CHAIRMAN AND BOARD OF DIRECTORS OF THE DISTRICT THAT THE DISTRICT DEVELOP AND ADOPT A PLAN OF CAPITAL IMPROVEMENTS TO BE APPROVED BY ITS CONSTITUENTS AND TO BE FUNDED EXCLUSIVELY THROUGH THE APPLICATION OF REVENUES DEVELOPED FROM THE OPERATION OF THE SYSTEM OR CONTRIBUTIONS.

IT IS FURTHER RESOLVED THAT SAID CAPITAL IMPROVEMENTS PLAN BE DESIGNED TO ACHIEVE WATER SYSTEM PERFORMANCE IN COMPLIANCE WITH THE IDAHO RULES FOR PUBLIC DRINKING WATER SYSTEMS SPECIFICALLY INCLUDING THE REQUIREMENTS OF SECTION 552 THEREOF.

Dated this 9 day of July, 1998.

NORTH KOOTENAI WATER DISTRICT,
Kootenai County, Idaho


Chairman

ATTEST:


Secretary