

**RESOLUTION OF THE PUBLIC WORKS COMMISSION
OF THE CITY OF FAYETTEVILLE NORTH CAROLINA
ESTABLISHING THE SERIES 2008 REVENUE BOND
CAPITAL PROJECT FUND**

WHEREAS, the Public Works Commission of the City of Fayetteville (COMMISSION) and the City of Fayetteville (CITY) issued the Series 2008 Revenue Bonds (BONDS) in the amount of \$17,025,000 for the purposes of financing a portion of the costs 1) of installing wastewater utility infrastructure in the Annexation Phase V-Project 1 areas (PHASE V PROJECTS) and 2) of various water and wastewater rehabilitation and replacement projects (2008 BOND PROJECTS); and

WHEREAS, the North Carolina Local Government Budget and Fiscal Control Act requires the use of a capital project fund for the proceeds of all bond issuances and debt instruments; and

WHEREAS, the COMMISSION and the CITY established a capital project fund for the PHASE V PROJECTS on October 25, 2006 and November 13, 2006, respectively; and

WHEREAS, the COMMISSION desires to establish a capital project fund to account for the construction activity and use of bond proceeds associated with the 2008 BOND PROJECTS; and

WHEREAS, the net construction proceeds of the Bonds allocated to the 2008 BOND PROJECTS is approximately \$10,608,500; and

NOW, THEREFORE, be it resolved by the COMMISSION that:

Section 1. The COMMISSION establishes the Series 2008 Revenue Bond Capital Project Fund to account for and report the revenues and expenditures of the 2008 BOND PROJECTS.

Section 2. The COMMISSION will manage this fund to include the accounting and reporting, disbursements, and investment of funds. The COMMISSION also establishes and will maintain a budget of the expected sources and uses of funds (Exhibit A).

Section 3. The City Council of the CITY is hereby requested to adopt this resolution in the form presented above.

ADOPTED, this the 20th day of February 2008.

PUBLIC WORKS COMMISSION


Chairman

ATTEST:


Secretary