INITIAL RESOLUTION AUTHORIZING THE ISSUANCE OF NOT TO EXCEED THREE MILLION AND NO/100 DOLLARS ($3,000,000) GENERAL OBLIGATION BONDS OF THE TOWN OF SELMER, TENNESSEE

BE IT RESOLVED by the Town of Selmer, Tennessee (the "Municipality") that for the purpose of providing funds necessary to finance the, (i) the acquisition, construction, improvement, renovation and/or equipping of public buildings, and public works projects in and for the Municipality, including, without limitation, (a) parking facilities, parks, greenways, plazas, public buildings, public art, recreation centers and facilities, markets, museums, and memorials; (b) improvements and extensions to the Municipality's water and sewer system (the "System"); and (c) road improvements, including roads, streets, highways, sidewalks, curbs, bridges, culverts, drainage systems, including storm water sewers and drains, rights-of-way, and highway and street equipment; (ii) acquisition of all property, real and personal, appurtenant to such projects; (iii) payment of legal, fiscal, administrative, architectural and engineering costs incident to such projects and incident to the indebtedness described herein; (iv) reimbursement to the appropriate fund of the Municipality for prior expenditures for the foregoing costs, if applicable; (v) payment of capitalized interest during construction of such projects and for up to six months thereafter; and (vi) payment of costs incident to the issuance and sale of the bonds authorized herein, there shall be issued bonds, in one or more emissions of the Municipality, in the aggregate principal amount of not to exceed $3,000,000, which bonds shall bear interest at a rate or rates not to exceed six percent (6.00%) per annum. The bonds shall be payable from ad valorem taxes to be levied on all taxable property within the corporate limits of the Municipality. That portion of the Bonds that finances improvements to the System, as designated by the Municipality, shall be additionally payable from but not secured by the revenues to be derived from operation of the System.

BE IT FURTHER RESOLVED that the City Recorder be, and is, hereby directed and instructed to cause the foregoing initial resolution relative to the issuance of not to exceed $3,000,000 general obligation bonds to be published in full in a newspaper having a general circulation in the Municipality, for one issue of said paper followed by the statutory notice:

NOTICE

The foregoing resolution has been adopted. Unless within twenty (20) days from the date of publication hereof a petition signed by at least ten percent (10%) of the registered voters of the Municipality shall have been filed with the City Recorder of the Municipality protesting the issuance of the bonds, such bonds will be issued as proposed.

Amanda Miller, City Recorder