

RESOLUTION

AN INITIAL RESOLUTION AUTHORIZING THE ISSUANCE OF NOT TO EXCEED TEN MILLION DOLLARS (\$10,000,000) GENERAL OBLIGATION BONDS OF THE CITY OF OAK RIDGE, TENNESSEE.

WHEREAS, the City Council of the City of Oak Ridge, Tennessee (the "Municipality") has determined that it is necessary and advisable to borrow funds and incur indebtedness for certain public improvements as more fully set forth herein; and

WHEREAS, pursuant to Section 9-21-205 and Section 12-10-115(a)(2), Tennessee Code Annotated, as amended, prior to issuing bonds and/or obtaining of loans for said purposes, it is necessary to adopt an initial resolution authorizing said bonds and/or loans.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF OAK RIDGE TENNESSEE:

For the purpose of financing, in whole or in part, the (i) improvement, equipping, and expansion of the waterworks system of the Municipality (the "System"), which includes the water and wastewater systems of the Municipality; (ii) payment of architectural, engineering, legal, fiscal and administrative costs incident to the foregoing; (iii) reimbursement to the Municipality for funds previously expended for any of the foregoing; and (iv) payment of the costs related to the issuance and sale of the bonds referenced therein, there shall be issued bonds, in one or more emissions of the Municipality, in the aggregate principal amount of not to exceed \$10,000,000, 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. The bonds shall be additionally payable from and secured by a pledge of the revenues to be derived from the operation of the System, subject only to the payment of the reasonable and necessary costs of operating, maintaining, repairing and insuring the System and to any pledges of such revenues in favor of prior lien obligations payable from the revenues of the System.

BE IT FURTHER RESOLVED that the City Clerk be, and is, hereby directed and instructed to cause the foregoing initial resolution relative to the issuance of not to exceed \$10,000,000 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 Clerk of the Municipality protesting the issuance of the bonds, such bonds will be issued as proposed.

Donna L. Patterson, City Clerk

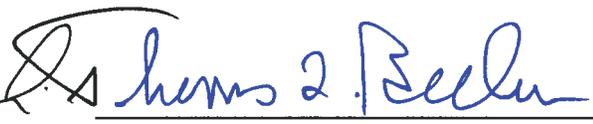
BE IT FURTHER RESOLVED that this Resolution shall be in immediate effect from and after its adoption, the public welfare requiring it.

This the 13th day of June 2011.

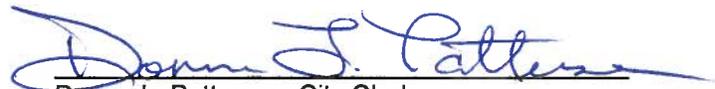
APPROVED AS TO FORM AND LEGALITY:



Kenneth R. Krushenski, City Attorney



Thomas L. Beehan, Mayor



Donna L. Patterson, City Clerk