

The following resolution was offered by Alderman Burris and seconded by Alderman Willie:

RESOLUTION

A resolution giving preliminary approval to the issuance of not exceeding One Hundred Fifty Thousand Dollars (\$150,000) of Certificates of Indebtedness of the Village of Folsom, State of Louisiana; providing certain terms of said certificates; making application to the State Bond Commission for approval of said Certificates; and providing for other matters in connection therewith.

WHEREAS, the Budget for Fiscal Year 2012 for the Village of Folsom, State of Louisiana, shows an excess of revenues (including the balance brought forward) over statutory, necessary and usual charges and all other expenses for such fiscal year sufficient to meet the maximum principal and interest requirements in any future year on the Certificates of Indebtedness authorized herein, and this Mayor and Board of Aldermen will herein obligate itself and its successors in office to budget and set aside annually adequate funds for the payment of said Certificates of Indebtedness in principal and interest in future years; and

WHEREAS, the surplus reflected for the current fiscal year is sufficient to meet the maximum principal and interest requirements in any future year on the indebtedness herein authorized and this Mayor and Board of Alderman will herein obligate itself and its successors in office to budget and set aside annually adequate funds for the payment of the Certificates of Indebtedness (hereinafter described) in principal and interest in future years; and

WHEREAS, Sections 2921 to 2925, inclusive, of Title 33 of the Louisiana Revised Statutes of 1950, as amended (R.S. 33:2921-2925) (the "Act"), authorize the Issuer to make and enter into contracts dedicating the excess of annual revenues of subsequent years above statutory, necessary and usual charges to the payment of the cost of public improvements and other obligations which are to be borne by the Issuer under such contracts, provided all such dedications do not exceed the estimated excess of revenue above statutory, necessary and usual charges for the year in which such contract is made; and

WHEREAS, pursuant to the Act, and subject to the approval of the State Bond Commission, the Issuer desires to issue not exceeding \$150,000 of Certificates of Indebtedness (the "Certificates"), for the purpose of making capital improvements, title to which shall be in the public, and paying the costs incurred in connection with the issuance of the Certificates, to be payable from and secured by a pledge and dedication of the excess of annual revenues of the Issuer above statutory, necessary and usual charges in each of the fiscal years during which the Certificates are outstanding; and

WHEREAS, the Issuer desires to make formal application to the State Bond Commission for approval of the Certificates;

WHEREAS, the Issuer is not now a party to any contract pledging or dedicating its excess annual revenues above statutory, necessary and usual charges; and

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Board of Aldermen of the Village of Folsom, State of Louisiana, acting as the governing authority thereof, that:

SECTION 1. Preliminary Approval of Certificates. Preliminary approval is given to the issuance of not exceeding \$150,000 of Certificates of Indebtedness of the Village of Folsom, State of Louisiana (the "Certificates"), to be issued for the purpose of making capital improvements, title to which shall be in the public, and paying the costs incurred in connection with the issuance thereof, said Certificates to be payable from and secured by a pledge and dedication of the excess of annual revenues of the Issuer above statutory, necessary and usual charges in each of the fiscal years during which the Certificates are outstanding. The Certificates shall bear interest at a rate or rates not to exceed four percent (4%) per annum, to be determined by subsequent proceedings of this Governing Authority at the time of the sale of the Certificates, and shall mature over a period not exceeding 7 years from the date thereof. The Certificates shall be issued in fully registered form, shall be sold to the purchasers thereof at a price of par, plus accrued interest, if any, and shall have such additional terms and provisions as may be determined by this Governing Authority.

SECTION 2. Employment of Bond Counsel. This Governing Authority finds and determines that a real necessity exists for the employment of special counsel in connection with the issuance of the Certificates, and accordingly, Foley & Judell, LLP, of New Orleans, Louisiana, as Bond Counsel, is hereby employed to do and perform work of a traditional legal nature as bond counsel with respect to the issuance and sale of said Certificates. Said Bond Counsel shall prepare and submit to this Governing Authority for adoption all of the proceedings incidental to the authorization, issuance, sale and delivery of such Certificates, shall counsel and advise this Governing Authority as to the issuance thereof and shall furnish their opinions covering the legality of the issuance of the Certificates. The fee of Bond Counsel for each series of said bonds shall be fixed at a sum not exceeding the fee allowed by the Attorney General's fee guidelines for such bond counsel work in connection with the issuance of each such series of revenue bonds and based on the amount of said bonds actually issued, sold, delivered and paid for, plus "out-of-pocket" expenses, said fees to be contingent upon the issuance, sale and delivery of said certificates. A certified copy of this resolution shall be submitted to the Attorney General of the State of Louisiana for his written approval of said employment and of the fees herein designated, and the Clerk is hereby empowered and directed to issue vouchers in payment for the work herein provided for upon completion of the work herein specified and under the conditions herein enumerated.

SECTION 3. State Bond Commission. Application is hereby made to the State Bond Commission, Baton Rouge, Louisiana, for approval of the issuance and sale of the Certificates and for consent and authority to proceed with the issuance and sale of the Certificates as provided above, and Bond Counsel is directed to make application to the State Bond Commission in accordance with the foregoing on behalf of the Issuer.

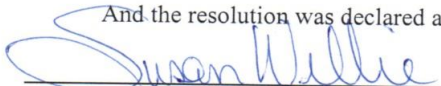
By virtue of applicant/issuer's application for, acceptance and utilization of the benefits of the Louisiana State Bond Commission's approval(s) resolved and set forth herein, it resolves that it understands and agrees that such approval(s) are expressly conditioned upon, and it further resolves that it understands, agrees and binds itself, its successors and assigns to, full and continuing compliance with the "State Bond Commission Policy on Approval of Proposed Use of Swaps, or other forms of Derivative Products Hedges, Etc.", adopted by the Commission on July 20, 2006, as to the borrowing(s) and other matter(s) subject to the approval(s), including subsequent application and approval under said Policy of the implementation or use of any swap(s) or other product(s) or enhancement(s) covered thereby.

SECTION 4. Declaration of Intent. Prior to the delivery of the Certificates, the Issuer anticipates that it may pay a portion of the costs of the project from the General Fund. The project includes specifically making capital improvements, title to which shall be in the public and paying the costs of issuance thereof. Upon the issuance of the Certificates, the Issuer reasonably expects to reimburse any such expenditures of other available funds from a portion of the proceeds of the Certificates. Any such allocation of proceeds of the Certificates for reimbursement will be with respect to capital expenditures (as defined in Reg. 1.150-1(b)) and will be made upon the delivery of the Certificates and not later than one year after the later of (i) the date such expenditure was paid or (ii) the date on which the project was placed in service. This Section is intended to be a declaration of official intent within the meaning of Reg. 1.150-2.

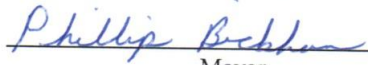
This resolution having been submitted to a vote, the vote thereon was as follows:

<u>Member</u>	<u>Yea</u>	<u>Nay</u>	<u>Absent</u>	<u>Abstaining</u>
Lance Willie	✓	_____	_____	_____
Donald Burris	✓	_____	_____	_____
Jill Mathies	✓	_____	_____	_____

And the resolution was declared adopted on this, the 9th day of July, 2012.



 Clerk



 Mayor