

**KING COUNTY WATER DISTRICT NO. 125
KING COUNTY, WASHINGTON**

RESOLUTION NO. 08-05-14-418

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF KING COUNTY WATER DISTRICT NO. 125, KING COUNTY, WASHINGTON, APPROVING A PUBLIC WORKS TRUST FUND LOAN AGREEMENT.

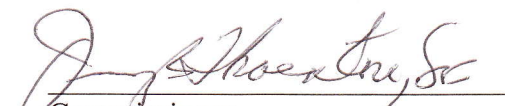
WHEREAS, King County Water District No. 125 ("District") is a special purpose water-sewer district operating pursuant to Title 57 RCW and is authorized to provide water service to real property located within the District's service area and corporate boundaries; and

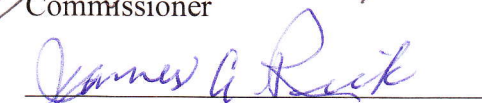
WHEREAS, the District must undertake the emergency rehabilitation of a water line which supplies water to the western portion of the District by replacing a failing water transmission line, such project being known as the Emergency Source of Supply Rehabilitation Project ("Water Project") consisting of the construction of a water main and all related hydrants, valves, appurtenances and restoration of the project area; (collectively the "Project Improvements") to make water utility service available to the western portion of the District; and

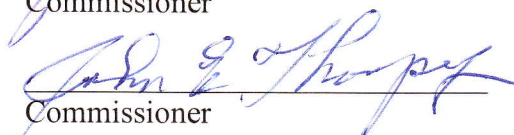
WHEREAS, the District applied to the Washington State Public Works Board ("PWB") for an emergency Public Works Trust Fund loan to fund the cost of the Project Improvements; and the PWB approved a PWTF loan to the District in the amount of \$500,000.00 at an interest rate of 3.0% per annum on the outstanding principal loan balance for a term of 20 years, with the final payment due from the District on July 1, 2028; and the PWB requires the District as a condition of receiving the loan funds to approve and sign the Emergency Loan Agreement Number PE08-951-078 in the form attached hereto as **Exhibit A** and incorporated herein by this reference ("Loan Agreement"); now, therefore,

BE IT RESOLVED, by the Board of Commissioners of King County Water District No. 125, King County, Washington, that the Loan Agreement is hereby approved and that Jerry Thornton, Sr., the President of the District Board of Commissioners, is hereby authorized and directed to sign the Loan Agreement and all related documents which may be required by the PWB on behalf of the District.

ADOPTED by the Board of Commissioners of King County Water District No. 125 King County, Washington, at a regular open public meeting thereof held on the 14th day of May, 2008.


Commissioner


Commissioner


Commissioner