

RESOLUTION

Whereas, the City of Somerset, Kentucky has decided to build a waterpark, and

Whereas, to finance said waterpark the City has decided to borrow \$5,000,000.00 for construction of same, and

Whereas, the City has bid said loan to several financial institutions, and

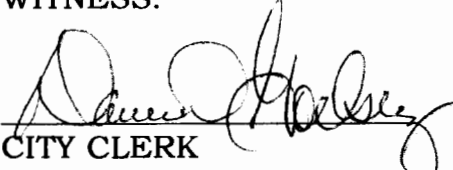
Whereas, a low bidder has been determined,

NOW THEREFORE, the Council of the City of Somerset, Kentucky resolves as follows:

1. To borrow the sum of \$5,000,000.00 for construction of a waterpark from Cumberland Security Bank at the rate of 3.75% over a 10 year period.
2. To pay interest monthly during construction with amortization of principal and interest upon completion of the project for the remainder of the life of the loan.
3. To secure a mortgage to secure said loan by pledging the waterpark property and waterpark proceeds.
4. To pay closing costs for said loan in the amount of \$9,704.00.
5. To comply with all reasonable requirements by Cumberland Security Bank for said loan.
6. To allow the Mayor of Somerset, Kentucky to execute all documents required by Cumberland Security Bank for said loan in accordance with the Resolution.

Approved by the City Council this 12th day of December, 2005.

WITNESS:


CITY CLERK


MAYOR, JP WILES