

CERTIFICATE AS TO RESOLUTION AND ADOPTING VOTE

I, the undersigned, being the duly qualified and acting recording officer of the City of Laurel, Montana (the "City"), hereby certify that the attached resolution is a true copy of Resolution No. R17-26, entitled: "RESOLUTION RELATING TO SPECIAL IMPROVEMENT DISTRICT NO. 118; DECLARING IT TO BE THE INTENTION OF THE CITY COUNCIL TO CREATE THE DISTRICT FOR THE PURPOSE OF UNDERTAKING CERTAIN LOCAL IMPROVEMENTS AND FINANCING THE COSTS THEREOF AND INCIDENTAL THERETO THROUGH THE ISSUANCE OF SPECIAL IMPROVEMENT DISTRICT BONDS SECURED BY A DISTRICT RESERVE ACCOUNT AND THE CITY'S SPECIAL IMPROVEMENT DISTRICT REVOLVING FUND; AND ESTABLISHING COMPLIANCE WITH REIMBURSEMENT BOND REGULATIONS UNDER THE INTERNAL REVENUE CODE" (the "Resolution"), on file in the original records of the City in my legal custody; that the Resolution was duly adopted by the City Council of the City at a meeting on June 20, 2017, and that the meeting was duly held by the City Council and was attended throughout by a quorum, pursuant to call and notice of such meeting given as required by law; and that the Resolution has not as of the date hereof been amended or repealed.

I further certify that, upon vote being taken on the Resolution at said meeting, the following Council Members voted in favor thereof: Poehls, Herr, Stokes, Mountsier, Nelson, Dickerson, McGee and Eaton ; voted against the same: _____ ; abstained from voting thereon: _____ ; or were absent: _____ .

WITNESS my hand officially this 20th day of June, 2017.



Clerk/Treasurer

RESOLUTION NO. R17-26

RESOLUTION RELATING TO SPECIAL IMPROVEMENT DISTRICT NO. 118; DECLARING IT TO BE THE INTENTION OF THE CITY COUNCIL TO CREATE THE DISTRICT FOR THE PURPOSE OF UNDERTAKING CERTAIN LOCAL IMPROVEMENTS AND FINANCING THE COSTS THEREOF AND INCIDENTAL THERETO THROUGH THE ISSUANCE OF SPECIAL IMPROVEMENT DISTRICT BONDS SECURED BY A DISTRICT RESERVE ACCOUNT AND THE CITY'S SPECIAL IMPROVEMENT DISTRICT REVOLVING FUND; AND ESTABLISHING COMPLIANCE WITH REIMBURSEMENT BOND REGULATIONS UNDER THE INTERNAL REVENUE CODE

BE IT RESOLVED by the City Council of the City of Laurel (the "City"), Montana, as follows:

Section 1. Proposed Improvements; Intention To Create District. The City proposes to undertake certain local street and sidewalk improvements and related improvements (collectively, the "Improvements") to benefit certain property located in the City and included within the proposed District. The total estimated costs of the Improvements and all associated costs are \$195,000, which are to be paid from the special improvement district bonds hereinafter described. It is the intention of this Council to create and establish in the City under Montana Code Annotated, Title 7, Chapter 12, Parts 41 and 42, as amended, a special improvement district (the "District") for the purpose of financing the costs of the Improvements and paying costs incidental thereto, including costs associated with the sale and the security of special improvement district bonds drawn on the District (the "Bonds"), the creation and administration of the District, the funding of a deposit to the City's Special Improvement District Revolving Fund (the "Revolving Fund"), and the funding of a reserve account securing the Bonds in the District fund (the "Reserve Account"). The total estimated cost of the Improvements, including such incidental costs, is \$205,715. The cost of the Improvements are to be paid from funds contributed by the Laurel Urban Renewal Agency in the amount of \$10,715, which contribution is applied to the costs of the Street Improvements, and proceeds of the Bonds in the amount of \$195,000. The Bonds are to be payable primarily from special assessments to be levied against property in the District, which property will be specially benefited by the Improvements, in an amount not less than \$195,000.

Section 2. Number of District. The District, if the same shall be created and established, shall be known and designated as Special Improvement District No. 118 of the City of Laurel, Montana.

Section 3. Boundaries of District. The limits and boundaries of the District are depicted on the maps attached as Exhibit A hereto (which is hereby incorporated herein and made a part hereof), which boundaries are designated and confirmed as the boundaries of the District. A listing of each of the properties in the District that are subject to assessment is shown on Exhibit B hereto (which is hereby incorporated herein and made a part hereof).

Section 4. Benefited Property. The District and territory included within the limits and boundaries described in Section 3 and as shown on Exhibit A and described on Exhibit B are hereby declared to be the special improvement district and the territory which will benefit and be benefited by the Improvements. The properties to be assessed for the costs of the Improvements are listed on Exhibit B. Such properties included within said limits and boundaries are hereby declared to be the property benefited by the Improvements.

Section 5. General Character of the Improvements. The general character of the Improvements consists of the construction and installation of street improvements on South Washington Avenue between East Railroad Street and South East 4th Street (collectively, the "Street Improvements"), and, with respect to some properties in the District, as further set forth on Exhibit B, the construction and installation of new sidewalks and drive approaches (collectively, the "Sidewalk Improvements").

Section 6. Engineer and Estimated Cost. Great West Engineering, Inc., of Billings, Montana, shall be the engineer for the District (the "Engineer"). The Engineer has estimated that the cost of the Improvements, including all incidental costs, is \$205,715, as shown in Exhibit C. Such estimates are subject to revision or to amendment. The cost of the Improvements are to be paid from funds contributed by the Laurel Urban Renewal Agency in the amount of \$10,715, which contribution is applied to the costs of the Street Improvements, and proceeds of the Bonds in the amount of \$195,000.

Section 7. Assessment Methods.

7.1. Method of Assessment; Property To Be Assessed.

(a) Street Improvements. Each lot, tract, or parcel of land in the District will be assessed for its proportionate share of the costs of the Street Improvements and associated incidental costs thereof to be financed with the Bonds based on the assessable area methodology set forth in Section 7-12-4162(1)(a), M.C.A., with special assessments determined by the square footage of each lot, tract or parcel. The total estimated costs of the Street Improvements and incidental costs thereof to be assessed in this manner is \$155,496.21 and the total square footage of assessable area in the District to be assessed is 865,502.74 square feet. The estimated cost per square foot of Street Improvements to be assessed is approximately \$0.18. The total principal amount of the assessment for each lot, tract or parcel of land for the Street Improvements is shown on Exhibit B hereto.

(b) Sidewalk Improvements. Each lot, tract, or parcel of land in the District to receive new sidewalks and/or drive approaches as part of the Sidewalk Improvements will be assessed for their proportionate share of the costs of the Sidewalk Improvements and associated incidental costs thereof based on the frontage method of assessment provided in Section 7-12-4163, M.C.A. Each property shall be assessed for the square footage costs of 5" concrete sidewalks and 6" concrete drive approaches being installed with respect to such property. The total estimated costs of the Sidewalk Improvements and incidental costs thereof to be assessed is \$39,503.79. The estimated cost per square foot of the Sidewalk Improvements is approximately \$11.48 and the estimated cost per

square foot of concrete drive approaches is approximately \$11.48. The estimated amount of square footage of 5" concrete sidewalks and 6" concrete drive approaches to be installed from the proceeds of the Bonds for each lot, tract, or parcel, and the estimated amount of assessments for such parcels is shown on Exhibit B.

(c) Assessments Set Forth on Exhibit B. The assessment for each lot, tract or parcel of land for the Improvements is the sum of the assessment for such lot, tract or parcel for the Street Improvements and incidental costs thereof plus, if applicable, the assessment for such lot, tract or parcel for the Sidewalk Improvements and incidental costs thereof, as shown for each lot, tract or parcel on Exhibit B hereto. The principal amount of the special assessment shall be payable over time and bear interest at a prescribed rate of interest.

7.2. Assessment Methodologies Equitable and Consistent with Benefit. This Council hereby determines that the method of assessment and the assessment of costs of the specific Improvements against the properties benefited thereby as prescribed in Section 7.1 are equitable and in proportion to and not exceeding the special benefits derived from the respective Improvements by the lots, tracts and parcels to be assessed therefor within the District.

Section 8. Payment of Assessments. The special assessments for the costs of the Improvements shall be payable over a term not exceeding 20 years, each in equal semiannual installments of principal, plus interest, or equal semiannual payments of principal and interest, as this Council shall prescribe in the resolution authorizing the issuance of the Bonds. Property owners have the right to prepay assessments as provided by law.

Section 9. Method of Financing; Pledge of Revolving Fund; Findings and Determinations. The City will issue the Bonds in an aggregate principal amount not to exceed \$195,000 to finance the costs of the Improvements and incidental costs. Principal of and interest on the Bonds will be paid from special assessments levied against the benefited properties in the District and such payment will be secured, in part, by the Reserve Account. This Council further finds it is in the public interest, and in the best interest of the City and the District, to secure payment of principal of and interest on the Bonds by the Revolving Fund and hereby authorizes the City to enter into the undertakings and agreements authorized in Section 7-12-4225, M.C.A., in respect of the Bonds.

In determining to authorize such undertakings and agreements, this Council has taken into consideration the following factors:

(a) Estimated Market Value of Parcels. Of the 35 parcels in the District to be assessed for the Improvements, 30 of the parcels are developed. The estimated market value of the lots, parcels or tracts in the District as of the date of adoption of this resolution, as estimated by the County Assessor for property tax purposes, is set forth in Exhibit B hereto. The special assessments to be levied under Section 7 against each lot, parcel or tract in the District is expected to be less than the increase in estimated market value of the lot, parcel or tract as a result of the construction of the Improvements.

(b) Diversity of Property Ownership. There are a total of 35 lots in the proposed District, owned by a total of 17 individual property owners.

(c) Comparison of Special Assessments and Property Taxes and Market Value. The assessed value of each applicable parcel in the District is greater than the amount of the assessment to be levied against it.

(d) Delinquencies. There are no outstanding special assessments levied against property in the District. The historical rate of tax delinquencies in the District is not greater than the City as a whole. None of the 35 parcels in the District to be assessed for the Improvements have tax delinquencies as of April 2017.

(e) The Public Benefit of the Improvements. The Improvements will result in safer and more usable streets and sidewalks and are of special benefit to the public and to the properties in the District.

(f) Other Factors. The City is establishing a Reserve Account in the District fund, into which it will deposit approximately \$9,750 from proceeds of the Bonds. This reserve will be utilized to fund any debt service deficiencies related to this District before resorting to the Revolving Fund.

Section 10. Public Hearing; Protests. At any time within eighteen (18) days from and after the date of the first publication of the notice of the passage and approval of this resolution, any owner of real property within the District subject to assessment and only those subject to assessment for the cost and expense of making the Improvements may make and file with the City Clerk-Treasurer's office until 5:00 p.m., M.T., on the expiration date of the 18-day period (July 10, 2017), written protest against the proposed Improvements, or against the creation of the District or both. Such protest must be in writing, identify the property in the District owned by the protestor and be signed by all owners of the property. The protest must be delivered to the City Clerk-Treasurer's office, who shall endorse thereon the date of its receipt by the City Clerk-Treasurer or the Deputy Clerk. This Council will at its next regular meeting after the expiration of the eighteen (18) days in which such protests in writing can be made and filed, proceed to hear all such protests so made and filed; which regular meeting will be held on July 18, 2017, at 6:30 p.m., in the Council Chambers, at 115 West First Street, in Laurel, Montana.

Section 11. Notice of Passage of Resolution of Intention. The City Clerk-Treasurer or the Deputy Clerk is hereby authorized and directed to publish or cause to be published a copy of a notice of the passage of this resolution in the *Laurel Outlook*, a newspaper of general circulation in the City on June 22 and June 29, 2017, in the form and manner prescribed by law, and to mail or cause to be mailed a copy of said notice to every person, firm, corporation, or the agent of such person, firm, or corporation having real property within the District listed in his or her name upon the last completed assessment roll for state, City, and school district taxes, at his last-known address, on or before the same day such notice is first published.

Section 12. Reimbursement Expenditures.

12.1. Regulations. The United States Department of Treasury has promulgated final regulations governing the use of proceeds of tax-exempt bonds, all or a portion of which are to be used to reimburse the City for project expenditures paid by the City prior to the date of issuance of such bonds. Those regulations (Treasury Regulations, Section 1.150-2) (the “Regulations”) require that the City adopt a statement of official intent to reimburse an original expenditure not later than 60 days after payment of the original expenditure. The Regulations also generally require that the bonds be issued and the reimbursement allocation made from the proceeds of the bonds within 18 months (or three years, if the reimbursement bond issue qualifies for the “small issuer” exception from the arbitrage rebate requirement) after the later of (i) the date the expenditure is paid or (ii) the date the project is placed in service or abandoned, but (unless the issue qualifies for the “small issuer” exception from the arbitrage rebate requirement) in no event more than three years after the date the expenditure is paid. The Regulations generally permit reimbursement of capital expenditures and costs of issuance of the bonds.

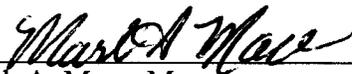
12.2. Prior Expenditures. Other than (i) expenditures to be paid or reimbursed from sources other than the Bonds, (ii) expenditures constituting preliminary expenditures within the meaning of Section 1.150-2(f)(2) of the Regulations, or (iii) expenditures in a “de minimus” amount (as defined in Section 1.150-2(f)(1) of the Regulations), no expenditures for the Improvements have been paid by the City before the date 60 days before the date of adoption of this resolution.

12.3. Declaration of Intent. The City reasonably expects to reimburse the expenditures made for costs of the Improvements out of the proceeds of Bonds in an estimated maximum aggregate principal amount of \$195,000 after the date of payment of all or a portion of the costs of the Improvements. All reimbursed expenditures shall be capital expenditures, a cost of issuance of the Bonds or other expenditures eligible for reimbursement under Section 1.150-2(d)(3) of the Regulations.

12.4. Budgetary Matters. As of the date hereof, there are no City funds reserved, allocated on a long-term basis or otherwise set aside (or reasonably expected to be reserved, allocated on a long-term basis or otherwise set aside) to provide permanent financing for the expenditures related to the Improvements, other than pursuant to the issuance of the Bonds. The statement of intent contained in this resolution, therefore, is determined to be consistent with the City’s budgetary and financial circumstances as they exist or are reasonably foreseeable on the date hereof.

12.5. Reimbursement Allocations. The City Clerk-Treasurer shall be responsible for making the “reimbursement allocations” described in the Regulations, being generally the transfer of the appropriate amount of proceeds of the Bonds to reimburse the source of temporary financing used by the City to make prior payment of the costs of the Improvements. Each allocation shall be evidenced by an entry on the official books and records of the City maintained for the Bonds or the Improvements and shall specifically identify the actual original expenditure being reimbursed.

PASSED AND ADOPTED by the City Council of the City of Laurel, Montana, this 20th day of June, 2017.



Mark A. Mace, Mayor

Attest:



Bethany Keeler, Clerk/Treasurer

EXHIBIT A

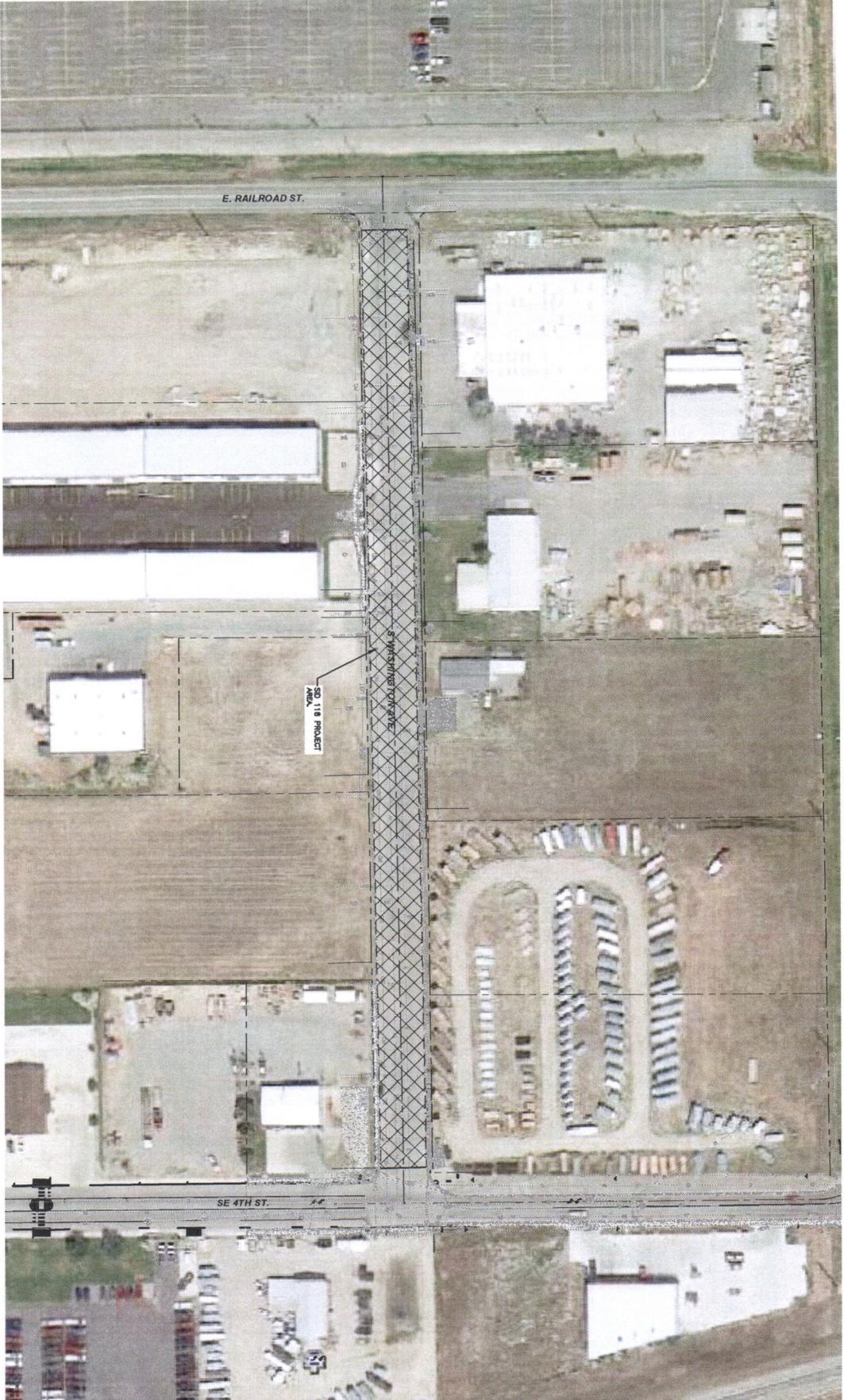


Figure #1
Washington Street - SID 118
Proposed Project
CITY OF LAUREL
WASHINGTON STREET IMPROVEMENTS



Figure #2
Washington Street - SID (TBD)
Proposed Project
CITY OF LAUREL
WASHINGTON STREET IMPROVEMENTS

EXHIBIT B

Information Regarding Lots, Tracts and Parcels

TaxID	Owner	Legal	Lot Size (square feet)	Sidewalk (square feet)	Driveway Approach (square feet)	Sidewalk Improvements Assessment	Street Improvements Assessment*	Total Principal Assessment*	Market Value
B02311	SOLBERG ENTERPRISES LLC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 1, Lot 1	86,815.42				\$15,597.26	\$15,597.26	\$422,390.00
B02312A	SOLBERG ENTERPRISES LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT A1, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312B	LAUREL SHOP NORTH LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT A2, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312C	SOLBERG ENTERPRISES LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT A3, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312D	SOLBERG ENTERPRISES LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT A4, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312E	SOLBERG ENTERPRISES LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT A5, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312F	FIGHTNER, KENNETH W	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT A6, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312G	CANYON CREEK STATIONS LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT D1, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312H	KINGFISHER LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT D2, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312I	3-D'S TRUST	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT D3, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312J	HAAR, JAMES F.	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT D4, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312K	3-D'S TRUST	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT D5, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312L	3-D'S TRUST	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT D6, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312M	CANYON CREEK STATIONS LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, MASTER CARD LOC @ LT 2, BLK 1 L							\$0.00
B02312N	COX, PAUL L & RACHELE	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT B1, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312O	HAAR, JAMES F.	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT B2, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00

TaxID	Owner	Legal	Lot Size (square feet)	Sidewalk (square feet)	Driveway Approach (square feet)	Sidewalk Improvements Assessment	Street Improvements Assessment*	Total Principal Assessment*	Market Value
B02312P	KM STORAGE, LLC	S, R24 E, UNIT B2, 4.166% COMMON AREA INT							
B02312Q	CHARTIER, SCOTT	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT B3, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312R	SOLBERG ENTERPRISES LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT B4, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312S	FIGHTNER, KENNETH W	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT B5, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312T	CANYON CREEK STATIONS LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT B6, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312U	CANYON CREEK STATIONS LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT C1, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312V	CANYON CREEK STATIONS LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT C2, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312W	CANYON CREEK STATIONS LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT C3, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312X	CANYON CREEK STATIONS LLC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT C4, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02312Y	BAUER, STACEY	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT C5, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02313	ROCKY MOUNTAIN PROPERTIES INC	CANYON CREEK TOWNHOMES (16), S16, T02 S, R24 E, UNIT C6, 4.166% COMMON AREA INT	5,118.55				\$919.60	\$919.60	\$132,700.00
B02313A	CANYON CREEK STATIONS LLC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 1, Lot 3A1, AMND 1.03	44,866.98				\$8,060.80	\$8,060.80	\$602,200.00
B02314	CANYON CREEK STATIONS LLC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 1, Lot 3B, AMD (96)	36,154.94				\$6,495.60	\$6,495.60	\$188,045.00
B02315B	KDFJ INC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 1, Lot 4	86,858.98				\$15,605.08	\$15,605.08	\$422,591.00
B02316	HARRIS HOLDINGS RAILROAD, LLC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 1, Lot 5C, AMD	28,270.55				\$5,079.09	\$5,079.09	\$238,100.00
B02317	ENGH, ROBERT G & LUANNE	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 2, Lot 1, & COS 941	114,040.53	810.00	360.00	\$13,435.88	\$20,488.52	\$33,924.40	\$1,207,177.00
B02318	GILLIS, NANCY J	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 2, Lot 2	87,817.30	855.00	180.00	\$11,885.59	\$15,777.25	\$27,662.84	\$466,800.00
B02319	SOLBERG ENTERPRISES LLC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 2, Lot 3	87,860.86	855.00	180.00	\$11,885.59	\$15,785.08	\$27,670.67	\$478,291.00
B02320	SOLBERG ENTERPRISES LLC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 2, Lot 4	87,947.98				\$15,800.73	\$15,800.73	\$427,629.00
		LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 2, Lot 5A, AMD	76,360.98		200.00	\$2,296.73	\$13,719.01	\$16,015.74	\$374,030.00

TaxID	Owner	Legal	Lot Size (square feet)	Sidewalk (square feet)	Driveway Approach (square feet)	Sidewalk Improvements Assessment	Street Improvements Assessment*	Total Principal Assessment*	Market Value
B03112	GTP Acquisition Partners II LLC	LAUREL INDUSTRIAL PARK SUBD, S16, T02 S, R24 E, BLOCK 1 LOT3A2, AMD 1.13 AC	5,663.02 865,502.74			-	\$1,017.42 \$155,496.21	\$1,017.42 \$195,000.00	\$186,597.00

EXHIBIT C

**OPINION OF PROBABLE COSTS
WASHINGTON AVENUE ROAD IMPROVEMENTS**

Mill & overlay on Washington Ave. SE 4th St to E Railroad St.

	Unit	Quantity	Unit Cost	Total
Leveling Course	LS	1	\$11,250	\$11,250
Cold Milling	SY	2,690	\$2	\$5,380
2" Asphalt Overlay	SY	5,360	\$8	\$42,880
Asphalt Geotech Fabric	SY	1,000	\$11	\$11,000
Asphalt Patching	SY	250	\$65	\$16,250
Adjust Manholes & Valves	EA	15	\$550	\$8,250
Subtotal: Direct Construction Cost				\$95,010
Mobilization, Bonding, Etc.				\$4,300
Traffic Control				\$2,400
Total Construction Cost				\$101,710
Engineering & CM				\$38,800
SID Formation Assistance				\$2,000
Total Capital Cost				\$142,510
Laurel Urban Renewal Agency Contribution (Cold Milling + share of Indirect Construction Costs + \$5,000 Eng & SID Fee)				(\$10,715)
Total Cost to Finance				\$131,795
Cost of Bond Issuance for SID				
Revolving Fund Deposit		5.0%		\$7,731.66
Deposit to Reserve Account		5.0%		\$7,731.66
Underwriters Discount		0.0%		\$0
Bond Counsel				\$8,000
Rounding*				\$237.89
Total Cost with SID				\$155,496.21
Cost Per Square Foot				
Total Lot Square Feet				865,499.4
Cost Per Square Foot of Lot				\$0.18

**Rounding amount will be split equally and allocated to Revolving Fund Deposit and Reserve Amount.*

