

DAGGETT COUNTY

Manila, Utah
February 18, 2009

The Board of County Commissioners (the "Board") of Daggett County, Utah (the "County") met in regular session at the regular meeting place of the Board in Manila, Utah on February 18, 2009 with the following members present:

Stewart Leith	Chair
Floyd Briggs	Commissioner
Henry J. Gutz	Commissioner

Also Present:

Vicky McKee	County Clerk/Treasurer
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Absent:

The meeting was duly called to order and upon determining that a quorum was present, the minutes of the preceding meeting were read and approved, and the County Clerk/Treasurer presented the Board a Certificate of Compliance with Open Meeting Law with respect to the February 18, 2009 meeting, a copy of which is attached as Exhibit A.

The following resolution was then introduced in writing, fully discussed by the Board and pursuant to motion duly made by Commissioner Briggs and seconded by Commissioner Gutz, adopted by the following vote:

AYE: Stewart Leith
 Floyd Briggs
 Henry J. Gutz

NAY:

The resolution was then signed by the Chair of the Board in open meeting and recorded by the County Clerk/Treasurer in the official records of Daggett County, Utah. The resolution is as follows:

RESOLUTION NO. 09-03

A RESOLUTION AUTHORIZING THE ISSUANCE AND SALE OF DAGGETT COUNTY, UTAH TAX AND REVENUE ANTICIPATION NOTES, SERIES 2009 IN THE AGGREGATE PRINCIPAL AMOUNT OF \$300,000; AWARDING AND CONFIRMING SALE OF THE NOTES; ENTERING INTO CERTAIN COVENANTS AND MAKING CERTAIN REPRESENTATIONS IN CONNECTION THEREWITH; APPROVING THE FORM OF THE NOTES; AND RELATED MATTERS.

WHEREAS, the Board of County Commissioners (the "Board") of Daggett County, Utah (the "County"), has determined to sell its \$300,000 Tax and Revenue Anticipation Notes, Series 2009 (the "Notes") for the purpose of meeting the current expenses of the County for the fiscal year ending December 31, 2009, until the payment of taxes and receipt of other revenues for said fiscal year, and that such sum can be raised without incurring any indebtedness or liability in excess of the taxes or other revenues for the current fiscal year or exceeding any limit of debt imposed by the Constitution and statutes of the State of Utah; and

WHEREAS, the Program Implementation Board of the Utah Association of Counties ("UAC") accepted, subject to approval of participating counties, the bid of JPMorgan Chase Bank, N.A. (the "Purchaser") as the best bid for the Notes; and

WHEREAS, the Board has determined that the sale of the Notes through UAC to the Purchaser is economically beneficial and acceptable to the County, which offer proposes to purchase the Notes at the price of 100% of the principal amount thereof, less no more than \$2,558.00 in closing costs, plus accrued interest, if any, to the date of delivery, the Notes to bear interest as hereinafter set forth; and

WHEREAS, in the opinion of the Board it is in the best interests of the County that the sale of the Notes to the Purchaser be authorized and confirmed; and

WHEREAS, there is an immediate and pressing need for raising funds in the amount of \$300,000 for the fiscal year commencing January 1, 2009 until the payment of taxes and receipt of other revenues for said fiscal year.

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Daggett County, Utah, as follows:

Section 1. The sale to the Purchaser of the \$300,000 Daggett County, Utah Tax and Revenue Anticipation Notes, Series 2009 (the "Notes") at a purchase price of par less no more than \$2,558.00 in closing costs is hereby approved and confirmed. U.S. Bank National Association (the "Paying Agent") is hereby authorized to pay closing costs on behalf of the Issuer from proceeds of the Notes.

Section 2. The Notes shall be delivered to the Purchaser thereof after the adoption of this Resolution pursuant to due payment therefor in accordance with the terms of the sale.

Section 3. For the purpose of meeting the current expenses of the County for the fiscal year beginning January 1, 2009, until the payment of taxes and receipt of other revenues of said fiscal year, the County shall borrow the sum of Three Hundred Thousand Dollars (\$300,000), and for that purpose as evidence of such indebtedness, shall issue and deliver the Notes to the Purchaser, the Notes bearing interest at a fixed rate per annum of 2.42% from the dated date until paid. The Chair is hereby authorized to approve the setting of such rate on behalf of the County by execution of the Note Purchase Agreement. The Notes shall be dated as of the date of delivery, shall be known as "Daggett County, Utah Tax and Revenue Anticipation Notes, Series 2009," and shall be due and payable on December 30, 2009, in lawful money of the United States of America at the office of the Daggett County Treasurer, in Manila, Utah. The Notes are not subject to redemption prior to maturity. The Notes shall be represented by registered notes in denominations of not less than \$100,000 each (or the total principal amount of such Note if such total amount is less than \$100,000), and shall be in substantially the following form:

UNITED STATES OF AMERICA
STATE OF UTAH

DAGGETT COUNTY
TAX AND REVENUE ANTICIPATION NOTE,
SERIES 2009

Unless this certificate is presented by an authorized representative of JPMorgan Chase Bank, N.A. to the issuer or its agent for registration of transfer, exchange or payment, and any certificate issued is registered in the name of JPMorgan Chase Bank, N.A. (the "Purchaser"), or such other name as requested by an authorized representative of JPMorgan Chase Bank, N.A. and any payment is made to JPMorgan Chase Bank, N.A., ANY TRANSFER, PLEDGE OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL since the registered owner hereof, JPMorgan Chase Bank, N.A., has an interest herein.

Note No. R -1 \$300,000

Dated Date: February 27, 2009

Registered Owner: JPMORGAN CHASE BANK, N.A.

Principal Amount: THREE HUNDRED THOUSAND DOLLARS AND NO/100

THIS NOTE HAS BEEN DESIGNATED BY THE COUNTY FOR PURPOSES OF THE EXCEPTION CONTAINED IN SECTION 265(b)(3) OF THE INTERNAL REVENUE CODE OF 1986, AS AMENDED, RELATING TO THE DEDUCTIBILITY OF A FINANCIAL INSTITUTION'S INTEREST EXPENSE ALLOCABLE TO TAX-EXEMPT INTEREST.

Daggett County, Utah (the "County"), hereby acknowledges itself to be indebted and for value received hereby promises to pay to the registered owner hereof set forth above or registered assigns or legal representatives the principal amount set forth above in lawful money of the United States of America on the 30th day of December, 2009, upon presentation and surrender hereof at the office of the U.S. Bank National Association, Attn: Bondholder Services, 60 Livingston Avenue, St. Paul, MN 55107, as paying agent and registrar (the "Paying Agent"), with interest thereon at the rate of 2.42% per annum from the Dated Date set forth above until paid, payable at maturity. Interest on this Note shall be computed on the basis of a 360-day year based upon the actual days transpired.

This Note is one of a series of notes known as "Daggett County, Utah Tax and Revenue Anticipation Notes, Series 2009", which issue is issued in the aggregate principal amount of Three Hundred Thousand Dollars (\$300,000) pursuant to the authority contained in Chapter 14, Title 11, Utah Code Annotated 1953, as amended.

This Note is not subject to redemption prior to maturity.

It is hereby covenanted, certified, recited and declared that this Note is given in anticipation of the collection of taxes and other revenues to be levied and collected for the current fiscal year, in evidence of money borrowed to meet current expenses of the County during said current fiscal year until payment of the taxes and other revenues for such year, that taxes and other revenues within the limit provided by law and sufficient to pay principal of and interest on this Note as the same falls due and, together with other budgeted revenues to be received during such fiscal year, sufficient to pay all budgeted maintenance and operation and other expenses of the County for such fiscal year have been or will be levied and collected in such fiscal year on all taxable property within the County and that a sufficient fund has been appropriated for the payment of the principal of and interest on this Note as the same shall fall due.

It is hereby certified, recited and declared that the entire indebtedness of the County hereby incurred and any other indebtedness incurred in anticipation of the collection of taxes and revenues for the current fiscal year are not in excess of seventy-five percent (75%) of the taxes and other revenues levied and collected by the County for the fiscal year ended December 31, 2008, are not in excess of ninety percent (90%) of the taxes and other revenues of the County levied and collected or to be levied and collected for the current fiscal year, and that said indebtedness was and is contracted for the purpose for which said taxes and other revenues are levied and collected.

There shall be levied by the County in the fiscal year beginning January 1, 2009 a sufficient tax and there shall be collected sufficient revenues other than taxes to pay the principal and interest on the Notes as the same fall due, and to pay all budgeted maintenance and operation and other expenses of the County, and there is hereby appropriated from the first collection of taxes and other general fund revenues for said fiscal year, a sum sufficient to pay both principal and interest of the Notes as the same shall fall due. The County shall, at least seven days prior to the maturity date of the Notes, deposit tax and other revenues sufficient to retire the Notes, into a special fund to be designated the "Daggett County Tax and Revenue Anticipation Note Fund".

In the event the Internal Revenue Service determines that the interest payable on this Note is not excluded from gross income for federal income tax purposes, or determines that this Note does not qualify for the exception contained in Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, relating to the deductibility of a financial institution's interest expenses allocable to tax-exempt interest, the interest rate on this Note shall be adjusted to the JPMorgan Chase Bank, N.A. Prime Rate of interest for commercial loans plus 1.0% per annum and shall accrue from the date of delivery hereof (or such later date as of which such interest is no longer so excluded from gross income or this Note no longer qualifies under said Section 265(b)(3)). If such determination of the Internal Revenue Service occurs prior to this Note being paid in full, the obligation of the County to pay the additional interest accrued on this Note shall be due and payable on the Maturity Date but exclusively from the sources herein described. If, however, such determination by the Internal Revenue Service occurs after this Note is paid in full, the obligation of the County to pay the additional interest accrued on this Note shall be limited to the extent to which such amounts may be legally collected and so applied.

This Note shall be registered on the books of the Registrar and Paying Agent to be kept for that purpose at the office of the Paying Agent set forth above, such registration shall be noted hereon and this Note shall only be transferable upon said books at said office by the registered owner or by his or her duly authorized attorney. Such transfers shall be without charge to the owner hereof but any taxes or other governmental charges required to be paid with respect to the same shall be paid by the owner requesting such transfer as a condition precedent to the exercise of such privilege. The transferring owner shall also assume all responsibility for compliance with all applicable state and federal securities laws and regulations. Upon any such transfer, the County shall execute and deliver in exchange for this Note a new registered Note registered in the name of the transferee in authorized denominations.

It is hereby certified, recited and declared that all acts, conditions and things essential to the issuance of this Note exist, have happened and have been done, and that every requirement of law affecting the issue thereof has been duly complied with, and that this Note is within every debt and other limit prescribed by the Constitution and laws of the State of Utah. The full faith, credit, resources and all taxable property within the limits of the County are hereby irrevocably pledged to the levy of taxes and the collection of other revenues for the fiscal year in which this Note is issued and for the collection and proper allocation of such taxes and other revenues provided for such fiscal year to the prompt payment of principal of and interest on this Note according to its terms.

IN WITNESS WHEREOF, Daggett County, Utah, by its Board of County Commissioners, has caused this Note to be signed with the manual or facsimile signature of its Chair and attested with the manual or facsimile signature of its County Clerk/Treasurer and the manual impression or facsimile of the seal of the County Clerk/Treasurer to be affixed hereto as of this 27th day of February, 2009.

DAGGETT COUNTY, UTAH

(SEAL)

(Do not sign)

Chair

ATTEST:

(Do not sign)

County Clerk/Treasurer

ABBREVIATIONS

The following abbreviations, when used in the inscription on the face of the within Note, shall be construed as though they were written out in full according to applicable laws or regulations.

- TEN COM – as tenants in common
- TEN ENT – as tenants by the entireties
- JT TEN – as joint tenants with right of survivorship and not as tenants in common

UNIFORM GIFT MIN ACT- _____
(Cust.)

Custodian for _____
(Minor)

under Uniform Gift to Minors Act of _____
(State)

(FORM OF ASSIGNMENT)

FOR VALUE RECEIVED, _____, the undersigned, hereby sells, assigns and transfers unto

(Social Security or Other Identifying Number of Assignee)

(Please Print or Typewrite Name and Address of Assignee)

the within Note and all rights thereunder, and hereby irrevocably constitutes and appoints _____ attorney to transfer the within Note on the books kept for registration thereof, with full power of substitution in the premises.

DATED the _____ day of _____, _____.

Signature: _____

NOTICE: The signature to this assignment must correspond with the name as it appears upon the face of the within Note in every particular, without alteration or enlargement or any change whatever.

Signature Guaranteed:

NOTICE: The signature(s) should be guaranteed by an eligible guarantor institution (banks, stockbrokers, savings and loan associations and credit unions with membership in an approved signature guarantee medallion program), pursuant to S.E.C. Rule 17Ad-15.

Section 4. The Notes shall be executed by the manual or facsimile signature of the Chair of the Board and attested by the manual or facsimile signature of the County Clerk/Treasurer and sealed with the manual seal or facsimile seal of the County which shall be impressed, imprinted or reproduced thereon. The Chair is hereby authorized, empowered, and directed to execute, and the County Clerk/Treasurer to attest and affix or cause to be impressed, imprinted or reproduced thereon, the seal of the County Clerk/Treasurer to the Notes, and the acts of said Chair and County Clerk/Treasurer in so doing are and shall be the act and deed of the County.

Section 5. U.S. Bank National Association, 170 South Main Street, Suite 200, Salt Lake City, Utah 84101, is hereby appointed Registrar and Paying Agent for the Notes. The County shall cause books for the registration and for the transfer of the Notes as provided in this Resolution to be kept by the Registrar. Upon surrender for transfer of any Note at the principal office of the Registrar duly endorsed for transfer or accompanied by an assignment duly executed by the registered owner or his or her attorney duly authorized in writing with signature guaranteed, the Registrar shall execute and deliver in the name of the transferee or transferees a new, fully registered Note or Notes for a like aggregate principal amount.

In each case the Registrar shall require the payment by the registered owner requesting exchange or transfer, only of any tax or other governmental charge required to be paid with respect to such exchange or transfer.

Section 6. The Notes shall be initially issued in the form of a single certified fully registered Note. Upon initial issuance, the ownership of such Note shall be registered in the registration books of the County kept by the Paying Agent in the name of JPMorgan Chase Bank, N.A. All of the outstanding Notes shall be registered in the registration books kept by the Paying Agent.

Section 7. There shall be levied by the County in the fiscal year beginning January 1, 2009 a sufficient tax and there shall be collected sufficient revenues other than taxes to pay the principal and interest on the Notes as the same fall due, and to pay all budgeted maintenance and operation and other expenses of the County, and there is hereby appropriated from the first collection of taxes and other general fund revenues for said fiscal year, a sum sufficient to pay both principal and interest of the Notes as the same shall fall due. The County shall, at least seven days prior to the maturity date of the Notes, deposit tax and other revenues sufficient to retire the Notes, into a special fund to be designated the "Daggett County Tax and Revenue Anticipation Note Fund". Monies on deposit in said fund shall then be invested in government obligations or the State Treasurer's Pool, the interest on which shall accrue to the benefit of the County. On the maturity date of the Notes, the Paying Agent shall disburse to the lawful holder of the Notes an amount sufficient to pay the principal of and interest on the Notes through said maturity date; and after said payment has been made, any remaining funds (representing interest earned on amounts delivered to the Paying Agent from monies transferred to the Paying Agent from the Daggett County Tax and Revenue Anticipation Note Fund) shall be paid to the County. The full faith, credit, resources and all taxable property within the limits of the County are hereby irrevocably pledged to the levy of taxes and collection of

other revenues for the fiscal year in which the Notes are issued and for the collection and proper allocation of such taxes and other revenues provided for such fiscal year to the prompt payment of principal of and interest of the Notes according to their terms.

Section 8. The County recognizes that the purchasers and holders of the Notes will have accepted them on, and paid therefor a price which reflects, the understanding that interest thereon is excluded from gross income for federal income tax purposes under laws enforced at the time the Notes shall have been delivered. In this connection, the County agrees that it shall take no action which may cause the interest on any of the Notes to be includible in gross income for federal income tax purposes. Prior to or contemporaneously with the delivery of the Notes, the Chair and the County Clerk/Treasurer shall execute a no arbitrage and tax certificate on behalf of the County respecting the investment and the use of the proceeds of the Notes. Said certificate shall be a representation and certificate of the County, and an executed copy thereof shall be filed at the office of the County.

Section 9. The Chair, County Clerk/Treasurer and other appropriate officials of the County are each hereby authorized and directed to execute such certificates and agreements as shall be necessary to establish that the Notes are not "arbitrage bonds" within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended (the "Code") and the regulations promulgated or proposed thereunder, as the same presently exist, or may from time to time hereafter be amended, supplemented or revised.

Section 10. The County further covenants and agrees to and for the benefit of the holders of the Notes that the County (i) will not take any action that would cause interest on the Notes to be includible in gross income for federal income tax purposes, (ii) will not omit to take or cause to be taken, in a timely manner, any action, which omission would cause the interest on the Notes to be includible in gross income for federal income tax purposes, and (iii) will, to the extent possible, comply with any other requirements of federal tax law applicable to the Notes in order to preserve the exclusion from gross income for federal income tax purposes of interest on the Notes.

Section 11. The sale of the Notes to the Purchaser at a price of 100% of the principal amount thereof, less no more than \$2,558.00 in closing costs, plus accrued interest, if any, to the date of delivery, in accordance with the terms of a Note Purchase Contract, submitted by said Purchaser, is hereby in all respects adopted and confirmed, it being the opinion of the Board that said offer to purchase is economically beneficial to the County. The Note Purchase Contract attached hereto as Exhibit B is hereby approved, and the Chair is hereby authorized and directed to execute and deliver the Note Purchase Contract on behalf of the County. The County Clerk/Treasurer is hereby authorized and directed to affix the seal of the County Clerk/Treasurer to the Note Purchase Contract and to attest said seal and the execution of the Note Purchase Contract.

Section 12. For purposes of and in accordance with Section 265 of the Code, the County hereby designates the Notes as an issue qualifying for the exception for certain qualified tax-exempt obligations to the rule denying banks and other financial institutions 100% of the deduction for interest expenses which is allocable to tax-exempt

interest. The County reasonably anticipates that the total amount of tax-exempt obligations (other than obligations described in Section 265(b)(3)(C)(ii) of the Code) which will be issued by the County and by any aggregated issuer during the current calendar year will not exceed \$10,000,000. For purposes of this Section 12, "aggregated issuer" means any entity which (i) issues obligations on behalf of the County, (ii) derives its issuing authority from the County, or (iii) is directly or indirectly controlled by the County within the meaning of Treasury Regulation Section 1.150-1(e). The County hereby represents that (a) it has not created and does not intend to create and does not expect to benefit from any entity formed or availed of to avoid the purposes of such Section 265(b)(3)(C) or (D) of the Code and (b) the total amount of obligations so designated by the County and all aggregated issuers for the current calendar year does not and will not exceed \$10,000,000.

Section 13. The County hereby certifies for the purpose of qualifying for the exception contained in Section 148(f)(4)(D) of the Code that (i) the Notes are issued by the County which has general taxing powers, (ii) neither the Notes nor any portion thereof are private activity bonds, (iii) ninety-five percent (95%) or more of the net proceeds of the Notes are to be used for local government activities of the County, (iv) the aggregate face amount of all tax-exempt bonds (other than private activity bonds as defined in Section 141 of the Code) issued by the County, all subordinate entities thereof, and all entities which issue indebtedness on behalf of the County, during the calendar year 2009, is not reasonably expected to exceed \$5,000,000, and (v) the County has not formed, benefited from, or availed itself of any entity to avoid the purposes of Section 148(f)(4)(D)(i)(IV).

Consequently the County shall be treated as meeting the requirements of paragraphs (2) and (3) of Section 148(f) of the Code relating to the required rebate of arbitrage earnings to the United States.

Section 14. The Notes so issued shall be delivered to the Paying Agent (as provided above) and its receipt taken therefor, and the Paying Agent shall authenticate and deliver the Notes to, or on the order of, the Purchaser as and when the Notes may be and are legally issued, upon receipt by the County of the purchase price therefor plus accrued interest, which said price and sale is this day ratified and confirmed.

Section 15. The appropriate officers of the County are hereby authorized to make any alterations, changes or additions in the documents approved by this Resolution necessary to comply with any requirements of the parties to this transaction, to correct errors or omissions therein, to remove ambiguities therefrom, or to conform the same to other provisions of this Resolution or to the provisions of law. The execution and delivery of such documents shall conclusively establish final approval of all such modifications.

Section 16. All resolutions and orders or parts thereof in conflict with the provisions hereof are to the extent of such conflict hereby repealed.

Section 17. This Resolution shall be in full force and effect immediately upon adoption.

Section 18. All of the covenants, statements, representations, agreements and promises contained in the Notes and all recitals and representations in this Resolution are hereby adopted as the covenants, statements, representations, agreements and promises of the Board and the County.

Section 19. The proceeds derived from the sale of the Notes shall be used solely for the purpose of meeting County expenses during the current fiscal year. The holder(s) of the Notes shall not be responsible, directly or indirectly, for the application of the proceeds of the Notes by the Board or the County or any of the officials or employees thereof.

Section 20. All proceedings, resolutions and actions of the Board and its officials, employees, agents and individual members taken in connection with the sale and issuance of the Notes are hereby ratified, confirmed and approved.

Passed and approved this 18th day of February, 2009 by the Board of County Commissioners of Daggett County, Utah.

DAGGETT COUNTY, UTAH



(SEAL)

/s/ Stewart Leith
Chair

ATTEST:

/s/ Vicky McKee
County Clerk/Treasurer

STATE OF UTAH)
 :SS
COUNTY OF DAGGETT)

I, Vicky McKee, the duly qualified County Clerk/Treasurer of Daggett County, Utah, do hereby certify, according to the records of said County in my official possession, that the above and foregoing is a true and correct copy of the minutes of a meeting of the Board of County Commissioners of Daggett County, Utah, including a resolution adopted at said meeting, insofar as said minutes pertain to the matters set forth herein.

IN WITNESS WHEREOF, I have hereunto subscribed my official signature and impressed herein the corporate seal of Daggett County, Utah, this 18th day of February, 2009.

 /s/ Vicky McKee
County Clerk/Treasurer



(SEAL)

EXHIBIT A

CERTIFICATE OF COMPLIANCE WITH OPEN MEETING LAW

I, Vicky McKee, the undersigned County Clerk/Treasurer of Daggett County, Utah (the "County"), do hereby certify, according to the records of the County in my official possession, and upon my own knowledge and belief, that in accordance with the requirements of Section 52-4-202, Utah Code Annotated 1953, as amended, I gave not less than twenty-four (24) hours public notice of the agenda, date, time, and place of the February 18, 2009, public meeting held by the County as follows:

1. By causing a Notice, in the form attached hereto as Schedule A, to be posted at the County's principal offices on February 13, 2009, at least twenty-four (24) hours prior to the convening of the meeting, said Notice having continuously remained so posted and available for public inspection until the completion of the meeting;

2. By causing a copy of such Notice, in the form attached hereto as Schedule A to be provided to the Vernal Express on February 13, 2009, at least twenty-four (24) hours prior to the convening of the meeting; and

3. By causing a copy of such Notice to be posted on the Utah Public Notice Website (<http://pmn.utah.gov>) at least twenty-four (24) hours prior to the convening of the meeting.

In addition, the Notice of 2009 Annual Meeting Schedule for the Board of County Commissioners (attached hereto as Schedule B) was given specifying the date, time and place of the regular meetings of the Board of County Commissioners to be held during the year, by causing said notice to be (i) posted on December 29, 2008, at the principal office of the County, (ii) provided to at least one newspaper of general circulation within the County on December 29, 2008 and (iii) published on the Utah Public Notice Website (<http://pmn.utah.gov>) during the current calendar year.

IN WITNESS WHEREOF, I have hereunto subscribed my official signature this 18th day of February, 2009.

/s/ Vicky McKee

County Clerk/Treasurer



(SEAL)

SCHEDULE A

NOTICE OF REGULAR MEETING

SCHEDULE B

NOTICE OF 2009 ANNUAL MEETING SCHEDULE

EXHIBIT B

NOTE PURCHASE CONTRACT

(See Transcript Document No. 2)