

RESOLUTION NO. 47

RESOLUTION AUTHORIZING AND PROVIDING FOR THE ISSUANCE AND SALE OF TOWN OF SAN LUIS SEWER IMPROVEMENT BONDS, PROJECT OF 1981, IN THE PRINCIPAL AMOUNT OF \$85,000; AND DECLARING AN EMERGENCY.

WHEREAS, on March 17, 1981, at a special bond election held in and for the Town of San Luis, Arizona, hereinafter referred to as the "Town", a majority of the qualified electors thereof approved the issuance and sale of Town of San Luis Sewer Improvement Bonds, Project of 1981, in the total principal amount of \$85,000 to provide funds to aid in the construction of a wastewater treatment plant, lift stations and wastewater collection lines and the purchase of materials and equipment therefor, and to pay all necessary legal, financial consultant, engineering and all other necessary costs in connection therewith; and

WHEREAS, the Mayor and Council duly met and canvassed the returns of the special bond election and authorized the execution of a certificate relating to the election to be recorded in the Office of the County Recorder of Yuma County, Arizona; and

WHEREAS, the Mayor and Council now wish to sell \$85,000 principal amount of Town of San Luis Sewer Improvement Bonds, Project of 1981,

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE TOWN OF SAN LUIS, ARIZONA:

Section 1. For the purpose of providing funds to be used as set forth above, Town of San Luis Sewer Improvement Bonds, Project of 1981, hereinafter referred to as the "Bonds", in the aggregate principal amount of \$85,000 are hereby authorized to be issued and sold.

Section 2. It is expected that the Bonds will be purchased by the Farmers Home Administration, United States Department of Agriculture, as evidence of a loan to the Town from the United States of America pursuant to the Consolidated Farm and Rural Development Act. If the Bonds are purchased by the Farmers Home Administration, they may be issued as a single Bond representing the entire issue, registered as to both principal and interest in the name of the United States of America, Farmers Home Administration, with the terms and in substantially the form attached hereto as Exhibit "A" and incorporated herein by this reference, allowing those executing the Bond to cause to be made such variations, deletions and

insertions as are necessary to conform the Bond to the provisions of this Resolution, the Notice Inviting Proposals for the Purchase of the Bonds and the Offer of the Farmers Home Administration to purchase the Bonds. At any time at the option of the Farmers Home Administration and at the expense of the Town, such single Bond may and must, upon the transfer of all or any part of the Bond to a holder other than the Farmers Home Administration or another agency of the United States of America and at the expense of such transferee, be surrendered to the Town Clerk for cancellation in exchange for coupon Bonds in the denomination of \$1,000 each or multiples thereof, numbered from one upward, with the terms and in substantially the form provided in Section 3 hereof. Such coupon Bonds shall be in the aggregate principal amount then outstanding, and shall have coupons attached representing interest from the last previous interest payment date on which all interest due was paid.

Such single Bond may be prepared, executed and delivered to the Farmers Home Administration in printed, lithographed or typewritten form and, when all amounts to be loaned by the Farmers Home Administration in payment therefor have been advanced to the Town, may be surrendered to the Clerk and exchanged for a definitive single Bond of like tenor.

Any Bond surrendered to the Clerk for exchange as provided in this Resolution shall be delivered to the Town Treasurer for cancellation, together with specimens of the Bond or Bonds delivered in exchange therefor.

Section 3. The Bonds may also be issued as coupon Bonds, dated the date of their issuance, numbered from one upward, in the denomination of \$1,000 each or multiples thereof, bearing interest from the date of initial registration to the maturity of each of the Bonds at a rate of not to exceed 12% per annum, payable on January 1, 1984, and semiannually thereafter during the term of each of the Bonds, Bonds to mature on July 1 of each year in the years and amounts designated in the Notice Inviting Proposals for the Purchase of Bonds, the Bonds and interest coupons attached thereto to be payable at the Office of the Town Treasurer. Such coupon Bonds shall have the terms and be in substantially the form attached hereto as Exhibit "B" and incorporated herein by this reference allowing those executing the Bonds to cause to be made such variations, insertions and deletions as are necessary to conform the Bonds to the provisions of this Resolution and the Notice Inviting Proposals for the Purchase of the Bonds.

Section 4. In case any Bond becomes mutilated or is destroyed or lost, the Town shall cause to be executed and delivered a new Bond of like date and tenor in exchange and substitution for and upon the cancellation of such mutilated Bond and its coupons, if any, or in lieu of and in substitution for such Bond and its coupons, if any, destroyed or lost, upon the holder's paying the reasonable expenses and charges of the Town in connection therewith and, in the case of the Bond destroyed or lost, his filing with the Clerk evidence satisfactory to the Town that such Bond and coupons, if any, were destroyed or lost, and of his ownership thereof, and furnishing the Town with a sufficient indemnity bond pursuant to § 44-3040, Arizona Revised Statutes.

Section 5. All Bonds shall be executed for and on behalf of the Town by the Mayor and countersigned by the Clerk, one of which signatures may be by facsimile, and the coupons, if any, attached thereto shall bear the facsimile signature of the Mayor and Clerk. If any officer whose signature or facsimile signature appears on any Bond or coupon attached thereto shall cease to be such officer prior to the issuance and delivery of such Bond or coupon and full payment therefor, such signature or facsimile signature shall nevertheless remain valid and sufficient as if such person had remained in office until that time. The corporate seal of the Town may, but need not, be mechanically reproduced on each Bond.

Section 6. The Treasurer shall place all amounts received as payment for the Bonds, as received, in a fund, separate and apart from all other funds of the Town, which shall be used exclusively for the purposes for which the Bonds were authorized to be issued, as provided in the Resolution ordering the special bond election.

Section 7. For the purpose of the payment of principal of and interest on the Bonds herein authorized as each matures, there will be and there is hereby levied on all of the taxable property in the Town a continuing, direct, annual, ad valorem tax sufficient for the purpose. The tax will be extended and collected for the Town and the officials of the Town charged with the annual extension and collection of taxes, will extend and collect the taxes and will deposit the proceeds thereof in funds for the purpose only of the payment of principal of and interest on the Bonds herein authorized, to be kept separate and apart and to be known as the "Redemption" and "Interest" Funds, respectively.

Section 8. The Town has received a commitment from the Farmers Home Administration of the United States Department of Agriculture to acquire the full amount of the Bonds authorized by this Resolution (\$85,000) at a net interest cost of 5%

per annum and in the event that no bid is received from a responsible bidder at the public sale of the Bonds which offers to purchase the Bonds or any part of the issue at a net interest cost of less than 5% per annum, the Bonds or parts of the issue not sold to private bidders will be sold under the terms of the Farmers Home Administration commitment. If the Bonds are sold to the Farmers Home Administration, notwithstanding other provisions of this Resolution, so long as the United States Government or any agency thereof is the registered holder of the Bonds, the Town covenants and agrees as follows:

A. Definitions. As used in this Section only:

"Bonds" means the obligations which the Government has agreed to purchase under the Loan Agreement.

"Government" means the Farmers Home Administration or any other agency of the United States of America.

"Loan Agreement" means the contract between the Government and the Town covering the System and includes the Terms and Conditions and the Special Conditions appended to the Government's Offer.

B. Prepayment. Prepayment of scheduled installments, or any portion thereof, may be made on any of the Bonds at any time at the option of the Town. Payments made on the Bond, regardless of when made, shall be applied first to interest due through the next installment due date and the balance to principal in accordance with the terms of the Bond. Payments on delinquent accounts will be applied in the following sequence: (1) billed delinquent interest, (2) past due interest installments, (3) past due principal installments, (4) interest installment due, and (5) principal installment due. Extra payments and payments made from security-depleting sources shall be applied to the principal last to come due on the Bond.

C. Evidence of Loan. The Bonds are issued as evidence of a loan made by the Government to the Town pursuant to the Consolidated Farm and Rural Development Act, as amended, and as long as the Government is the registered holder thereof will be subject to the present regulations of the Farmers Home Administration and to its future regulations not inconsistent with the express provisions hereof.

D. Improvement Fund. All proceeds from the sale of the Bonds will be deposited at the time of sale in accordance with the provisions of Section 6 of this Resolution; provided, however, that the Fund in which the proceeds are deposited will be a separate account and the proceeds will be used for the purpose set forth in the ballot, and withdrawals therefrom will

be made only in accordance with payment authorization procedures of the Farmers Home Administration.

E. Prerequisites to Government's Obligation. The Government will be under no obligation to purchase the Bonds under the Loan Agreement if:

(1) Representations. Any representation made by the Town to the Government in connection with the application or loan is incorrect or incomplete in any material respect or the Government determines that the Town has failed to proceed promptly with the financing of the System;

(2) Financial Condition. The financial condition of the Town has changed unfavorably in a material degree from its condition as heretofore represented to the Government;

(3) Concurrence by Government. Having submitted to the Government the documents mentioned in Paragraph G of this Section, the Town has proceeded without having been advised by the Government that the same are satisfactory, it being the purpose of this provision to insure that no action will be taken which would result in legal or contractual violation rendering it impossible for the Government to make the loan hereunder or for the parties to accomplish the objects of the Loan Agreement;

(4) Number of System Users. The Town has not certified that there will be at least 377 sewer connections at completion of the project.

F. Purchase of the Bonds. It will initiate and prosecute to completion all proceedings necessary to the authorization, issuance and sale of the Bonds and to the security thereof. When the proceedings have been completed to the point of but not including the delivery of the Bonds to the Government, the Town may request the Government to purchase the Bonds. The request will be supported by such data as the Government requires to determine whether the Government is obligated under the provisions of the Loan Agreement to honor such request. If the Government is so obligated, it will purchase the Bonds covered by the request, within the limitations, however, specified in the Loan Agreement. If the Government purchases the Bonds, one single installment Bond will be issued to evidence the entire issue of Bonds.

G. Legal Matters. It will furnish the Government with a transcript of proceedings for the authorization, issuance, sale and security of the Bonds evidencing that the Bonds, when delivered and paid for, will constitute a binding and legal obligation payable and secured in accordance with their tenor, and that all proceedings for the financing and the improvement and extension of the System preliminary to the delivery of the Bonds to the Government have been had and adopted in due time, form and manner as required by law.

H. Opinion of Bond Counsel. Simultaneously with the delivery of the Bonds to the Government, it will furnish to the Government the approving opinion letter of Bond Counsel who is satisfactory to the Government, covering generally the Bonds issued and sold to the Government. Said letter will also contain the opinion of Bond Counsel that the interest on all of said Bonds is exempt from all Federal income taxes and State of Arizona personal income taxes under existing statutes, regulations and court decisions.

I. Prerequisites to Loan Disbursements. Prior to the Government disbursing any portion of the loan proceeds, it will present satisfactory evidence that:

(1) it has obtained or can obtain all land, rights-of-way, leases, easements, permits, franchises, federal, state, county and municipal approvals required in connection with the construction and operation of the System;

(2) this Resolution is satisfactory in form and substance to the Government; and

(3) it has adopted ordinances or resolutions satisfactory in form and substance establishing charges, rules and regulations relating to the use of the System, including provisions that there will be no free use thereof.

J. Approvals and Permits. It will obtain all approvals and permits required by law as a condition precedent to the improvement, expansion and operation of the System.

K. Submission of Proceedings and Other Documents. It will submit to the Government such data, reports and records relative to the operation of the System and financial condition of the Town as the Government may require prior to the sale and delivery of the Bonds.

L. Liens and Encumbrances. It represents that, after improvement and extension of the System is complete, there will be no liens or encumbrances of any nature whatsoever on or against the System or the revenues derived or to be derived from the operation thereof other than as heretofore disclosed to the Government.

M. Retention of Title. So long as the Government holds the Bonds, it will not dispose of its title to the System or to any useful parts thereof, including any facility necessary to the operation and use of the System and the lands and interests in land comprising the site of the System.

N. Existence. It will maintain its legal identity and existence so long as any of the Bonds herein provided for remain outstanding.

O. Right of Inspection. The Government and its duly authorized agents and representatives will have the right to inspect the System and all properties thereof at all reasonable times.

P. Competent Management. It will at all times while any of the Bonds herein authorized are outstanding employ sufficient experienced and competent management personnel for the System.

Q. Equal Opportunity of Employment. It hereby authorizes its appropriate officers to execute for and on its behalf, and to deliver to the Government prior to the purchase of any Bonds by the Government, Form FmHA 400-1 entitled "Equal Opportunity Agreement" required by Administration Letter 797 (400) of the Farmers Home Administration dated October 3, 1969, as amended.

R. Assurance Agreement. It hereby authorizes its appropriate officers to execute for and on its behalf, and to deliver to the Government prior to the purchase of any Bonds by the Government, Form FmHA 400-4 entitled "Assurance Agreement" as required by Administrative Letter 937 (400) of the Farmers Home Administration dated January 13, 1965, as amended.

S. Loan Resolution. It hereby authorizes its appropriate officers to execute for and on its behalf, and to deliver to the Government prior to the purchase of any Bonds by the Government, Form FmHA 442-47 entitled "Loan Resolution".

T. Availability of Other Financing. It has held or will hold a public sale of these Bonds and will call for bids on these Bonds in the manner prescribed by law. If no bids are

received by the date set for opening bids or if all bids received require an interest rate in excess of 5%, it will then certify that the Government is the most favorable bidder for the Bonds and the Town will to that extent be unable to obtain sufficient credit elsewhere to finance the improvement of its System at reasonable rates and terms, taking into consideration prevailing private and cooperative rates and terms in its locality for loans for similar purposes and periods of time. If at any time during which the installment Bond purchased by the Government is not fully paid, it appears to the Secretary of Agriculture that the Town may be able to obtain sufficient credit to refund such Bonds elsewhere at reasonable rates and terms taking into consideration said rates and terms, the Town will upon request by the Secretary and to the extent permitted by law apply for and accept such credit in sufficient amount to refund such Bonds.

U. Waiver of Published Notice of Redemption. By taking delivery of the installment Bond, the Government agrees, as long as it holds said Bond, to waive the requirement for a published notice of redemption of the whole or any installment of said Bond.

V. Interest of Congressmen. No member of or delegate to the Congress of the United States will be admitted to any share or part of the Loan Agreement or to any benefit arising therefrom.

W. Interest Payments. It will make all interest payments on the installments of principal at the Office of the Treasurer of the Town of San Luis, Arizona, on the dates when interest becomes due.

X. Fidelity Bond. The Town will provide sufficient bond coverage for the positions of officials entrusted with the receipt and disbursement of its funds and the custody of any property for this project. The amount of the bond will be at least equal to the maximum amount of money that the Town will have on hand at any one time, exclusive of loan funds deposited in a supervised bank account. If permitted by State law, the United States will be named co-obligee in the bond. Said bond will guarantee that the funds disbursed under the Loan Agreement are used solely in the manner set forth in this Resolution and the Loan Agreement.

Y. Insurance. It will procure and keep in force as long as any of the Bonds are outstanding (1) workmen's compensation insurance on all of its employees as soon as it has hired any employees; (2) liability insurance upon itself in the minimum amount of \$500,000 for each occurrence of bodily injury; \$100,000 for property damage; and \$1,000,000

for each occurrence under umbrella coverage covering all personnel as soon as the project has been completed.

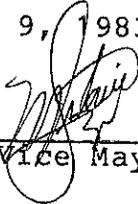
7. Full Force and Effect. All other sections of this Resolution not repugnant to this Section will remain in full force and effect.

Section 9. If any section, paragraph, subdivision, sentence, clause or phrase of this Resolution is for any reason held to be illegal or unenforceable, such decision will not affect the validity of the remaining portions of this Resolution. The Mayor and Council hereby declare that they would have adopted this Resolution and each and every other section, paragraph, subdivision, sentence, clause and phrase hereof, and authorized the issuance of the Bonds pursuant hereto, irrespective of the fact that any one or more sections, paragraphs, subdivisions, sentences, clauses or phrases hereof may be held illegal, invalid or unenforceable.

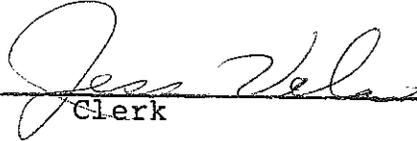
Section 10. The immediate operation of the provisions of this Resolution is necessary for the preservation of the public peace, health and safety of the Town, and an emergency is hereby declared to exist, and this Resolution will be in full force and effect from and after its passage and approval by the Mayor and Council and it is hereby exempt from the referendum provisions of the Constitution and laws of the State of Arizona.

PASSED AND ADOPTED on March 9, 1983.

ATTEST:



Vice Mayor



Clerk

APPROVED AS TO FORM:



Town Attorney

UNITED STATES OF AMERICA

STATE OF ARIZONA

COUNTY OF YUMA

TOWN OF SAN LUIS SEWER IMPROVEMENT BOND
 PROJECT OF 1981
 \$85,000

KNOW ALL MEN BY THESE PRESENTS, that the Town of San Luis, Arizona, for value received, hereby promises to pay to the United States of America, Farmers Home Administration, the principal sum of EIGHTY-FIVE THOUSAND DOLLARS (\$85,000) in installments payable on July 1 in the amounts and years as follows:

Amount	Year	Amount	Year
\$1,000	1984	\$3,000	1999
1,000	1985	3,000	2000
2,000	1986	3,000	2001
2,000	1987	3,000	2002
2,000	1988	3,000	2003
2,000	1989	4,000	2004
2,000	1990	4,000	2005
2,000	1991	4,000	2006
2,000	1992	4,000	2007
2,000	1993	4,000	2008
2,000	1994	5,000	2009
2,000	1995	5,000	2010
2,000	1996	5,000	2011
3,000	1997	5,000	2012
3,000	1998		

unless before such respective date the Town has paid all or any portion of such scheduled installments by prepayment under the prepayment provisions of the Resolution authorizing the issuance of this bond, together with interest on the outstanding principal amount at the rate of FIVE PERCENT (5%) per annum from the date of this bond as endorsed hereon, payable January 1, 1984, and semiannually thereafter on July 1 and January 1 in each year until maturity or until fully paid if called for redemption prior to fixed maturity date. Principal and interest will be paid at the office of the Treasurer of the Town of San Luis, Arizona, on the dates when principal and interest become due. This bond may be refunded at any time.

For the punctual payment of this bond and the interest hereon and for the levy and collection of taxes sufficient for that purpose, the full faith and credit of the Town are hereby irrevocably pledged.

This bond is issued by the Mayor and Council of the Town of San Luis, Arizona, for and on behalf of the Town to provide funds to aid in the construction of a wastewater treatment plant, lift stations and wastewater collection lines and the purchase of materials and equipment therefor; approved by a majority vote of the qualified electors thereof voting at an election duly called and held in the Town and by a resolution of the Mayor and Council duly adopted prior to the issuance hereof, and pursuant to the Constitution and laws of the State of Arizona relative to the issuance and sale of general obligation bonds and all amendments thereto and all other laws of the State of Arizona thereunto enabling.

This bond is given as evidence of a loan to the Town made by the United States of America acting through the Farmers Home Administration, United States Department of Agriculture, pursuant to the Consolidated Farm and Rural Development Act and shall be subject to the present regulations of the Farmers Home Administration and to its future regulations not inconsistent with the express provisions hereof, of the Resolution of the Mayor and Council authorizing the issuance of this bond and of the laws of the State of Arizona. The Town has the unlimited right to pay all or any portion of any installment of principal of this bond prior to its definite payment date without payment of premium. The Farmers Home Administration has waived the requirement for any published notice of prepayment of the whole or any part of the principal of and interest on this bond. Should prepayments of principal be made, such prepayments will be applied to the installment or installments last to become due under this bond and will not affect the obligation of the Town to pay the remaining installments as scheduled in the Resolution authorizing this bond.

It is hereby certified and recited that all conditions, acts and things required by the Constitution and laws of the State of Arizona to exist, to occur and to be performed precedent to and in the issuance of this bond exist, have occurred and have been performed and that this bond, together with all other indebtedness of the Town, is within every debt and other limit prescribed by the Constitution and laws of the State of Arizona and that due provision has been made for the levy and collection of a direct, annual, ad valorem tax upon all of the taxable property in the Town for the payment of this bond and the interest hereon as each becomes due.

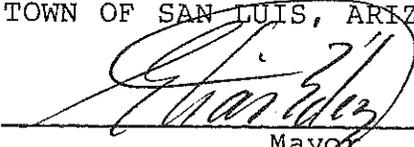
The Farmers Home Administration has the unlimited right to exchange this bond for negotiable, serial, coupon, general obligation bonds of the Town payable to bearer; such bonds to be issued upon the surrender of this bond shall be in an aggregate principal amount equal to all principal hereon

unpaid at the date of surrender and shall have attached thereto coupons bearing interest on such sum from the last interest payment date shown hereon.

The registered holder of this bond is the United States of America, Farmers Home Administration, 1520 Market Street, St. Louis, Missouri 63103.

IN WITNESS WHEREOF, the Town of San Luis, Arizona, has caused this bond to be executed in its name by its Mayor and attested by its Clerk, and this bond to be dated _____

TOWN OF SAN LUIS, ARIZONA



Mayor

ATTEST:



Clerk

TOWN OF SAN LUIS SEWER IMPROVEMENT BOND
PROJECT OF 1981
\$85,000

RECEIPT OF PAYMENT OF PRINCIPAL AND INTEREST

Date Due	Principal Due	Interest Due	Date Received
1/1/84			
7/1/84	\$ 1,000		
1/1/85			
7/1/85	1,000		
1/1/86			
7/1/86	2,000		
1/1/87			
7/1/87	2,000		
1/1/88			
7/1/88	2,000		
1/1/89			
7/1/89	2,000		
1/1/90			
7/1/90	2,000		
1/1/91			
7/1/91	2,000		
1/1/92			
7/1/92	2,000		
1/1/93			
7/1/93	2,000		
1/1/94			
7/1/94	2,000		
1/1/95			
7/1/95	2,000		
1/1/96			
7/1/96	2,000		
1/1/97			
7/1/97	3,000		
1/1/98			
7/1/98	3,000		
1/1/99			
7/1/99	3,000		
1/1/00			
7/1/00	3,000		
1/1/01			
7/1/01	3,000		
1/1/02			
7/1/02	3,000		
1/1/03			
7/1/03	3,000		
1/1/04			
7/1/04	4,000		

Date Due	Principal Due	Interest Due	Date Received
1/1/05			
7/1/05	\$ 4,000		
1/1/06			
7/1/06	4,000		
1/1/07			
7/1/07	4,000		
1/1/08			
7/1/08	4,000		
1/1/09			
7/1/09	5,000		
1/1/10			
7/1/10	5,000		
1/1/11			
7/1/11	5,000		
1/1/12			
7/1/12	5,000		

(Bond Form)

UNITED STATES OF AMERICA

STATE OF ARIZONA

COUNTY OF YUMA

TOWN OF SAN LUIS SEWER IMPROVEMENT BOND
PROJECT OF 1981

No. _____

\$ __,000

KNOW ALL MEN BY THESE PRESENTS that the Town of San Luis, a lawfully organized and existing municipal corporation in Yuma County, Arizona, for value received, hereby promises to pay to the bearer hereof, or if this bond is registered as to principal, then to the registered holder hereof, on the first day of July, 19____, the principal amount of _____ THOUSAND DOLLARS (\$ __,000) and to pay interest on the principal amount from date of this bond to its maturity at the rate of _____ percent (_____ %) per annum, payable on _____ 1, 19____, and semiannually thereafter on January 1 and July 1 of each year during the term of this bond. Such interest, accrued and to accrue, is evidenced by interest coupons attached hereto. Interest on this bond is payable only in accordance with and upon presentation and surrender of the interest coupons as they severally become due. For the punctual payment of this bond and the interest hereon as aforesaid and for the levy and collection of taxes sufficient for that purpose, the full faith and credit of the Town of San Luis are hereby irrevocably pledged.

Both principal of and interest on this bond are payable at the Office of the Treasurer of the Town of San Luis, Arizona, in lawful money of the United States of America.

(INSERT CALL FEATURE HERE)

This bond is one of an issue of bonds in the total principal amount of \$85,000 of like tenor except as to maturity date, rate of interest and number, issued by the Town of San Luis pursuant to approval of a majority vote of the qualified electors thereof voting at an election duly called and held in the Town on March 17, 1981, and by a resolution of the Mayor and Council duly adopted prior to the issuance hereof, and pursuant to the Constitution and laws of the State of Arizona, in accordance with Title 35, Chapter 3, Article 3, Arizona Revised Statutes, and all amendments thereto and all other laws of the State of Arizona thereunto enabling.

It is hereby certified and recited that all conditions, acts and things required by the Constitution and laws of the State of Arizona to exist, to occur and to be performed

EXHIBIT "B"

precedent to and in the issuance of this bond exist, have occurred and have been performed and that the issue of bonds of which this is one, together with all other indebtedness of the Town is within every debt and other limit prescribed by the Constitution and laws of the State of Arizona, and that due provision has been made for the levy and collection of a direct, annual, ad valorem tax upon all of the taxable property in the Town for the payment of this bond and of the interest hereon as each becomes due.

IN WITNESS WHEREOF, the Town of San Luis, Arizona, has caused this bond to be executed in its name by its Mayor and attested by its Clerk, the signature of the Mayor to be mechanically reproduced hereon, and has caused the annexed coupons to bear the facsimile of such signatures, and this bond to be dated _____.

TOWN OF SAN LUIS, ARIZONA

(Facsimile)

Mayor

ATTEST:

Clerk

(Form of Coupon)

No. _____ \$ _____

On the first day of January/July, 19____, the Town of San Luis, Arizona, promises to pay to the bearer hereof, unless the bond to which this coupon is attached is called for redemption prior to maturity and payment is duly provided therefor, at the Office of the Treasurer of the Town of San Luis, Arizona, upon presentation and surrender of this coupon, the amount shown herein, being the interest then due on its Town of San Luis Sewer Improvement Bond, Project of 1981, dated _____ 1, 19____, and bearing No. _____.

(Facsimile)

Mayor

(Facsimile)

Clerk

(On the reverse side of each of said bonds, shall be printed a registration endorsement substantially in the following form).

CERTIFICATE OF REGISTRATION

This bond may be registered as to principal only in the Office of the Clerk of the Town of San Luis, Arizona, notation of such registration to be made hereon and in a bond register to be kept for that purpose by such Clerk. Thereafter, this bond may be transferred on said bond register only upon a written assignment of the registered owner or his attorney, duly acknowledged or proved, such transfer to be endorsed hereon by the Town Clerk. Such transfer may be to bearer and thereby transferability by delivery shall be restored, subject, however, to successive registrations and transfers as before. The principal of this bond, if registered, shall be payable only to the registered owner or his legal representative. Notwithstanding such registration of this bond, the coupons shall remain payable to bearer and shall continue to be transferable by delivery.

NOTE: There must be no writing in the space below except by the Clerk of the Town of San Luis.

<u>DATE OF REGISTRATION</u>	<u>NAME AND ADDRESS OF REGISTERED HOLDER</u>	<u>SIGNATURE OF REGISTRAR</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____