

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

**RESOLUTION  
2007 BUDGET ADOPTION**

BE IT RESOLVED that the Board of Supervisors of Hanover County does hereby adopt the County of Hanover's FY2007 Budget as presented by the County Administrator to the Board of Supervisors on February 22, 2006, the proposed enumerated amendments reflected on attachment A, with the amendments adopted April 5, 2006, including the following funds and amounts, and the detail included in the 2007 Budget document filed with the Board papers:

General Fund	\$182,334,000
Community Services Fund	11,011,002
Comprehensive Services Fund	4,872,199
School Fund	174,362,006
Textbook Fund	1,779,169
Cafeteria Fund	7,382,825
Economic Development Authority Fund	176,817
County Improvements Fund	44,019,000
School Improvements Fund	27,061,000
Utilities Fund	32,910,833
Self Insurance Fund	19,528,122
Fleet Services Fund	1,904,150

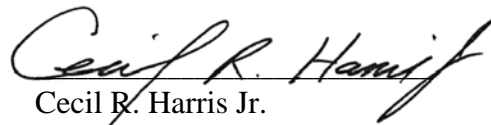
BE IT FURTHER RESOLVED that the salaries of all Constitutional Officers of Hanover County including, Clerk of the Courts Frank Hargrove, Jr., Sheriff Stuart Cook, Commonwealth Attorney Kirby Porter, Treasurer Scott Miller, and Commissioner of Revenue Scott Harris shall be increased by 4% effective January 1, 2007.

On motion of Mr. Gordon, seconded by Mr. Ward, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

**RESOLUTION**  
**2007 BUDGET APPROPRIATION**

BE IT RESOLVED that the Board of Supervisors of Hanover County does hereby appropriate the funds detailed in the County of Hanover's FY2007 budget in the same categories and amounts included in the budget adoption resolution approved April 5, 2006. *(A complete copy of the 2007 Budget is filed with the Board's papers.)*

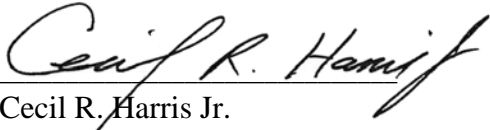
BE IT FURTHER RESOLVED that all encumbered funds outstanding on June 30, 2006, both operating and capital, and all funds designated for capital improvements, shall be reappropriated for the 2007 fiscal year, to the same department and account for which they were appropriated for 2006. At the close of the fiscal year, all unencumbered appropriations lapse for budget items other than capital improvements. This reappropriation action applies to all appropriations for Capital Improvements outstanding on June 30, 2006 and to all encumbered appropriations in the FY2006 budget.

On motion of Mr. Gordon, seconded by Mr. Stanley, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

**RESOLUTION  
PROPERTY TAX RATES**

BE IT RESOLVED that the Board of Supervisors of Hanover County does hereby adopt

the following property tax rates:

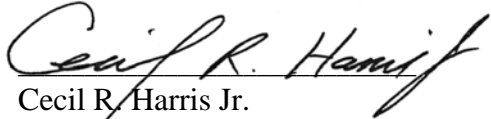
a. Real Property Tax Rate	\$.86
b. Personal Property Tax Rate	\$3.57
c. Qualifying Fire and Rescue Vehicle Personal Property Tax Rate	\$1.78
d. Machinery and Tools Tax Rate	\$3.57
e. Aircraft Personal Property Tax Rate	\$1.00
f. Merchants' Capital Tax Rate	\$1.90
g. Mobile Home Tax Rate	\$.86
h. Generating Equipment Tax Rate	\$.55

On motion of Mr. Gordon, seconded by Mr. Setliff, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

**RELATED ORDINANCES AND RESOLUTION  
2007 BUDGET**

By motion duly presented and seconded, the Board of Supervisors of Hanover County does hereby adopt the following ordinances and resolution:

- a. Ordinance 06-01 Amending the Schedule of Fees for the Erosion and Sediment Control Program
- b. Ordinance 06-02 Increasing Stormwater Management Fees
- c. Ordinance 06-05 Amending Fees for Water and Sewer, Both User and Capacity Fees
- d. Resolution for the issuance and reimbursement of water and sewer system revenue bonds in the maximum aggregate principal amount of \$8,600,000

(copies of the ordinances and resolution are included in this package)

Public Hearing: March 29, 2006

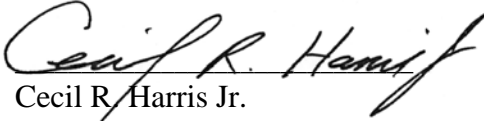
Adopted: April 5, 2006

On motion of Mr. Gordon, seconded by Mr. Ward, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

## **RESOLUTION**

### **OF THE BOARD OF SUPERVISORS OF THE COUNTY OF HANOVER, VIRGINIA, AUTHORIZING THE ISSUANCE OF WATER AND SEWER SYSTEM REVENUE BONDS OF HANOVER COUNTY, VIRGINIA, IN THE MAXIMUM AGGREGATE PRINCIPAL AMOUNT OF \$8,600,000 AND DECLARING ITS INTENTION TO REIMBURSE THE COST OF CERTAIN EXPENDITURES**

**WHEREAS**, the Board of Supervisors of the County of Hanover, Virginia (the "County"), desires to undertake a program of capital improvements to the County's water and sewer system, including without limitation, (a) design, permitting and construction of water and sewer infrastructure and facilities and (b) capacity charges related to the Hanover/Richmond Water Transmission Main Project (collectively, the "Project"), and to authorize the issuance of the County's revenue bonds therefore; and

**WHEREAS**, the County intends to pay expenditures of the Project (the "Expenditures") prior to the issuance of the Bonds (as hereinafter defined) and to receive reimbursement for such expenditures from proceeds of one or more obligations to be issued by the County; and

**WHEREAS**, as of the date hereof, there are no funds of the County that are, or are reasonably expected to be, allocated on a long-term basis or reserved to finance that portion of the Project that is to be financed with the Bonds;

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE COUNTY OF HANOVER, VIRGINIA:**

1. It is determined to be necessary and expedient for the County to finance the Project and to borrow money for such purpose and issue the County's water and sewer revenue bonds.

2. Pursuant to the Public Finance Act of 1991, there are authorized to be issued water and sewer revenue bonds of the County in the maximum aggregate principal amount of \$8,600,000 (the "Bonds") to provide funds, together with other available funds, to finance the Project and to pay costs of issuing the Bonds.

3. The Bonds shall bear such date or dates, mature at such time or times not exceeding 40 years from their dates, bear interest at such rate or rates, be in such denominations and form, be executed in such manner and be sold in one or more series at such time or times and in such manner as the Board of Supervisors of the County (the "Board") may hereafter provide by appropriate resolution or resolutions.

4. Payment of principal of and premium, if any, and interest on the Bonds shall be made from the revenues of the County's water and sewer system. The Bonds shall be limited obligations of the County and nothing in the Bonds or any document relating to the Bonds shall be deemed to create or constitute an indebtedness or pledge of the faith and credit or taxing power of the Commonwealth of Virginia or any political subdivision thereof, including the County.

5. The Board hereby adopts this declaration of official intent under Treasury Regulations Section 1.150-2 and declares that the County intends to reimburse itself with the proceeds of the Bonds for Expenditures made on, after or within sixty (60) days prior to the date hereof with respect to the Project. Further, Expenditures made more than sixty (60) days prior to the date hereof may be reimbursed as to certain *de minimis* or preliminary expenditures described in Treasury Regulations Section 1.150-2(f) and as to other expenditures permitted under applicable Treasury Regulations.

6. Each Expenditure was or will be, unless otherwise approved by Bond Counsel, either (a) of a type properly chargeable to a capital account under general federal income tax principals (determined in each case of the date of the Expenditure), (b) a cost of issuance with respect to the Bonds, (c) a non-recurring item that is not customarily payable from current revenues or (d) a grant to a party that is not related to or an agent of the County so long as such grant does not impose any obligation or condition (directly or indirectly) to repay any amount to or for the benefit of the County.

7. The County intends to make a reimbursement allocation, which is a written allocation by the County that evidences the County's use of proceeds of the Bonds to reimburse an Expenditure, no later than eighteen (18) months after the later of that date on which the Expenditure is paid or the Project is placed in service or abandoned, but in no event more than three years after the date on which the Expenditure is paid.

8. The County intends that the adoption of this resolution be considered as "official intent" within the meaning of Treasury Regulations, Section 1.150-2, promulgated under the Internal Revenue Code of 1986, as amended.

9. The Clerk of the Board of Supervisors is authorized and directed to see to the immediate filing of a certified copy of this resolution in the Circuit Court of Hanover County.

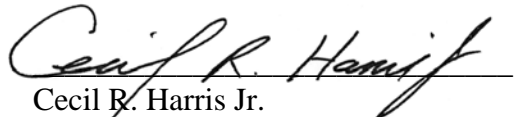
10. This resolution shall take effect immediately upon adoption.

On motion of Mr. Gordon, seconded by Mr. Ward, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

**RESOLUTION  
FIVE YEAR CAPITAL IMPROVEMENTS PROGRAM  
2007-2011**

WHEREAS, the County Administrator has prepared and recommended a Five Year Capital Improvements Program to the Board of Supervisors and that Program is included in the Board papers; and

WHEREAS, the Five Year Capital Improvements Program was reviewed by the Hanover County Planning Commission at its work session held on March 9, 2006 and the recommendations of the Commission have been transmitted to and considered by the Board of Supervisors;

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Hanover County does hereby adopt the Five Year Capital Improvements Program for 2007-2011 as presented by the County Administrator on February 22, 2006, the proposed enumerated amendments as reflected on the budget adoption resolution Attachment A, with amendments adopted April 5, 2006, including the following categories and amounts:

General Government Administration	\$ 3,577,000
Judicial Administration	15,050,000
Public Safety	46,256,000
Public Works	17,740,000
Health and Welfare	-
Education	83,477,000
Parks, Recreation, and Cultural	11,419,000
Community Development	-
Public Utilities	73,047,500
<b>Total</b>	<b>\$250,566,500</b>

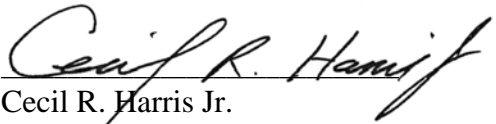
A complete copy of the adopted 2007-2011 Capital Improvement Program is in the Board papers.

On motion of Mr. Gordon, seconded by Mr. Ward, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

**RESOLUTION  
FIVE YEAR FINANCIAL PLAN**

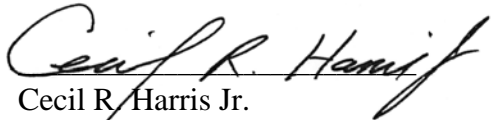
BE IT RESOLVED that the Board does hereby adopt the General Fund Five Year Financial Plan for 2007-2011 as presented by the County Administrator on February 22, 2006, including any necessary adjustments resulting from the proposed changes listed in Attachment 1A to the adoption resolution and amendments proposed on April 5, 2006, to include designating the first \$500,000.00 of net revenues in Fiscal Year 08 that is over and above previously planned revenues towards the additional resource needs of Fire/EMS and the Sheriff's Office. This net revenue are revenues that are not mandated, contractually obligated or otherwise assigned to another area of the budget. These funds for Fire/EMS and the Sheriff's Office will further address their resource needs in the future years and if net revenues exceed projections during this five year period, then the County will allocate an additional \$500,000 in each of those years.

On motion of Mr. Gordon, seconded by Mr. Ward, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors

VIRGINIA: At a regular meeting of the Board of Supervisors for Hanover County held in the Boardroom of the Hanover County Administration Building on the 5th day of April 2006, at 6:00 p.m.

Present: Mr. Charles D. McGhee, Chairman  
Mr. Robert R. Setliff, Vice Chairman  
Mr. Timothy E. Ernst  
Mr. John E. Gordon, Jr.  
Mr. Aubrey M. Stanley  
Mr. Elton J. Wade, Sr.  
Mr. Jackson T. Ward  
Mr. Cecil R. Harris, Jr., County Administrator  
Mr. Sterling E. Rives, III, County Attorney

**RESOLUTION  
OF THE BOARD OF SUPERVISORS OF THE  
COUNTY OF HANOVER, VIRGINIA DECLARING ITS INTENTION TO  
REIMBURSE THE COST OF CERTAIN EXPENDITURES AND  
AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION PUBLIC  
IMPROVEMENT BONDS OF THE COUNTY OF HANOVER, VIRGINIA,  
IN THE MAXIMUM PRINCIPAL AMOUNT OF \$61,928,000 FOR VARIOUS CAPITAL  
PROJECTS FOR SCHOOL, PUBLIC SAFETY, PARKS AND RECREATION AND  
REGIONAL LIBRARY PURPOSES**

WHEREAS, the County of Hanover, Virginia (the "County"), the Hanover County School Board (the "School Board"), and the Pamunkey Regional Library (the "Library") have made or will make expenditures (the "Expenditures") in connection with capital projects for school, public safety, parks and recreation, and regional library purposes. The projects include, without limitation, design, land acquisition, and construction of new schools, school facilities improvements, technology infrastructure, fire and rescue stations, emergency communications facility, emergency communication towers, emergency communication equipment, parks and recreation improvements, and a regional library facility (together, the "Projects");

WHEREAS, the County may determine that the funds advanced and to be advanced to pay the Expenditures will be reimbursed to the County, the School Board, or the Library, as appropriate, from the proceeds of one or more issues of the County's general obligation public improvement bonds (the "Indebtedness");

WHEREAS, as of the date hereof, there are no funds of the County, the School Board, or the Library that are, or are reasonably expected to be, allocated on a long-term basis or reserved to finance that portion of the Projects that is to be financed with the Indebtedness; and

WHEREAS, the County desires to authorize the issuance of the Indebtedness in the form of general obligation public improvement bonds in the maximum principal amount of

\$61,928,000, which is a portion of the general obligation indebtedness approved by a majority of the qualified voters of the County voting at a special election held on November 8, 2005.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE COUNTY OF HANOVER, VIRGINIA (THE "BOARD"):

1. The Board hereby adopts this declaration of official intent under Treasury Regulations Section 1.150-2 and declares that the County intends to reimburse itself, the School Board or the Library, as appropriate, with the proceeds of Indebtedness for Expenditures made on, after or within sixty (60) days prior to the date hereof with respect to the Projects. Further, Expenditures made more than sixty (60) days prior to the date hereof may be reimbursed as to certain *de minimis* or preliminary expenditures described in Treasury Regulations Section 1.150-2(f) and as to other expenditures permitted under applicable Treasury Regulations. With respect to the School Projects, as defined below, this declaration includes and reaffirms a similar declaration made by the Board on April 13, 2005 as to \$2,450,000 of Indebtedness for School Projects. With respect to all Projects that are not School Projects (the "County Projects"), this declaration includes and reaffirms a similar declaration made by the Board on April 13, 2005 as to \$350,000 of Indebtedness for County Projects.

2. The maximum principal amount of Indebtedness expected to be issued for the Projects is \$61,928,000.

3. The Board hereby determines that it is necessary and expedient for the County to design, acquire, construct and develop the Projects, all of which will promote the public welfare of the County and its inhabitants and will facilitate the orderly growth, development, and general welfare of the County. Further, the Board hereby determines to finance the costs of the Projects through the issuance of the Indebtedness.

4. The Board hereby authorizes the Indebtedness to be issued as general obligation public improvement bonds of the County in the maximum principal amount of \$61,928,000. Further, the Board hereby authorizes the use of the proceeds of the Indebtedness to finance the design, acquisition, construction and development of the Projects and to pay the costs of issuing the Indebtedness and other financing costs. The Indebtedness may be issued as a separate issue, at one time or in part from time to time, or combined with bonds authorized for other purposes and sold as part of one or more series of public improvement bonds.

5. The Board hereby determines that the Indebtedness shall bear such date or dates, mature at such time or times not exceeding 40 years, bear interest, be in such denominations and form, be executed in such manner and be sold at such time or times and in such manner as the Board may hereafter provide by appropriate resolution or resolutions.

6. The Indebtedness shall consist of general obligation public improvement bonds of the County for the payment of principal, premium, if any, and interest on which the County's full faith and credit shall be irrevocably pledged.

7. The School Board of the County of Hanover, Virginia has previously requested the Board to issue general obligation bonds of the County to provide for the financing of all or a portion of the costs of Projects that constitute capital projects for school purposes for the Hanover County Public Schools (the "School Projects").

8. The Clerk of the Board is hereby authorized and directed to immediately file a certified copy of this Resolution with the Clerk of the Circuit Court of the County of Hanover, Virginia.

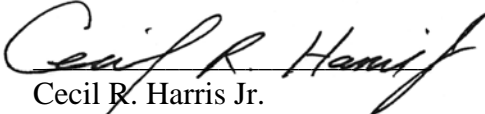
9. This Resolution shall take effect immediately upon its adoption.

On motion of Mr. Gordon, seconded by Mr. Wade, the members of the Hanover County Board of Supervisors voted to approve this resolution as follows:

	Vote:
Charles D. McGhee	Aye
Robert R. Setliff	Aye
Timothy E. Ernst	Aye
John E. Gordon, Jr.	Aye
Aubrey M. Stanley	Aye
Elton J. Wade, Sr.	Aye
Mr. Jackson T. Ward	Aye

This is to certify that the above is a true copy of the action of the Hanover County Board of Supervisors.

Date: April 24, 2006

  
Cecil R. Harris Jr.  
County Administrator / Clerk  
Hanover County Board of Supervisors