

RESOLUTION OF THE BOARD OF DIRECTORS OF ICR
SANITARY DISTRICT, ORDERING AND CALLING A
SPECIAL BOND ELECTION TO BE HELD ON NOVEMBER 8,
2022, IN AND FOR ICR SANITARY DISTRICT, TO SUBMIT
TO THE QUALIFIED ELECTORS THEREOF THE QUESTION
OF SELLING AND ISSUING GENERAL OBLIGATION BONDS
OF ICR SANITARY DISTRICT

WHEREAS, the Board of Directors of ICR Sanitary District (the “District”), after public hearing held on June 9, 2022, hereby approves the report prepared by the engineering and consulting firm of Kimley-Horn (the “Report”) pursuant to Section 48-2016, Arizona Revised Statutes, reference to which is hereby made with respect to the particulars of the Work, as defined herein; and

WHEREAS, the Report recommended two alternatives consisting of: (i) expansion of the existing Santec system with new sludge management to provide additional capacity of up to an additional 80,000 gallons per day with a total capacity up to 170,000 gallons per day providing “B+” quality effluent at 130% of the estimated probable cost of \$3,033,237 (“Option 1”) and (ii) replacing the existing Santec system with a new sequencing batch reactor system with a total capacity of at least 170,000 gallons per day and providing “A+” quality effluent at 130% of the estimated probable cost of \$5,679,836 (“Option 2”); and

WHEREAS, the Board of Directors of the Districts hereby finds and determines that Option 1, plus an additional \$429,763 for inflow screening and additional engineering costs not included in the Report (collectively, the “Work”) is the preferred alternative to Option 2 and that the Work and related financing costs can best be financed through the sale and issuance of general obligation bonds of the District; and

WHEREAS, the sale and issuance of such general obligation bonds must first be authorized by a majority of the qualified electors of the District at a special bond election called for such purpose;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF ICR SANITARY DISTRICT:

Section 1. That a special bond election, in and for the District is hereby ordered and called to be held on November 8, 2022 (the “Election”), a day not less than one hundred twenty (120) days from the date of the adoption of this Resolution, at which time there shall be submitted to the qualified electors of the District the question of selling and issuing general obligation bonds of the District in the aggregate principal amounts and for the purposes set forth in the hereinafter described “Official Ballot” (the “Bonds”).

Section 2. That the Election shall be called and notice thereof given by (i) publishing at least twice in a newspaper of general circulation in the District not less than one week apart during the six (6) calendar weeks preceding ninety (90) days prior to the date of the

Election and (ii) publishing at least twice in a newspaper of general circulation in the District not less than one week apart during the six (6) calendar weeks preceding twenty (20) days prior to the date of the Election, in each case, the hereinafter described "Order, Call and Notice of Special Bond Election." The District Manager is hereby authorized and directed to cause the same to be done in accordance with the provisions of Sections 16-227 and 16-228, Arizona Revised Statutes, as amended, and this Resolution.

Section 3. That the Order, Call and Notice of Special Bond Election shall be in substantially the form attached and marked as the Exhibit hereto, with such modifications as may be required by the Elections Department of Yavapai County.

Section 4. That the Official Ballot shall be in substantially the form attached to the Order, Call and Notice of Special Bond Election and marked as the Attachment thereto and is hereby incorporated in this Resolution by this reference.

Section 5. That the Election shall be held, conducted and canvassed in conformity with the provisions of the special election laws of the State of Arizona, except as otherwise provided by law, and only such persons shall be permitted to vote at the Election who are qualified electors of the District.

The Election may be conducted using either electromechanical or electronic vote recording and ballot counting equipment or paper ballots, as shall be determined to be in the best interests of the District by the Elections Department of the County and the Superintendent of the District. Notwithstanding the foregoing, the Election is intended to be conducted concurrently with the statewide general election. If there is a change in State law that affects the conduct of the statewide election and is implemented by the Elections Department of the County, including, but not limited to mail-only, the conduct, conformity and canvass of the Election shall change accordingly. The Chairman of the Board of Directors of the District or the District Manager is authorized and directed to enter into an agreement with the Elections Department of Yavapai County to conduct the Election for the District.

All expenditures as may be necessary to order, notice, hold and administer the Election are hereby authorized.

The Chairman of the Board of Directors or the District Manager is hereby authorized to take all necessary action to facilitate the Election.

PASSED, ADOPTED AND APPROVED by the Board of Directors of ICR Sanitary District on June 9, 2022.

Chairman, Board of Directors, ICR Sanitary District

ATTEST:

Director, ICR Sanitary District

EXHIBIT

ORDER, CALL AND NOTICE OF SPECIAL BOND ELECTION

TO THE QUALIFIED ELECTORS OF ICR SANITARY DISTRICT (THE "DISTRICT"):

A special bond election will be held on November 8, 2022. Voters will be permitted to vote in person or drop-off early ballots at any voting center in the County as determined by the Yavapai County Elections Department as part of the concurrent state-wide general election. The voting centers will open on election day at 6:00 a.m. and close at 7:00 p.m.

The voting centers within the County are expected to be as follows:

Camp Verde Area

- Camp Verde Community Gym, 51 E. Hollamon St., Camp Verde

Chino Valley Area

- Grace Baptist Church, 2010 S. Highway 89, Chino Valley
- First Southern Baptist Church, 1524 N. Highway 89, Chino Valley

Clarkdale/Cottonwood Area

- Clark Memorial Clubhouse, Ladies Lounge, 19 N. 9th St., Clarkdale
- Yavapai County Cottonwood Annex, 10 S. 6th St., Cottonwood
- Cottonwood Bible Church, 1020 S. Camino Real, Cottonwood
- Immaculate Conception Catholic Church, 700 N. Bill Gray Rd., Cottonwood

Dewey-Humboldt Area

- Gateway Baptist Church, 12900 E. Prescott Dells Rd., Dewey-Humboldt
- Mission Church, 6555 S State Route 69, Mayer

Prescott Area

- Yavapai County Administration Building, 1015 Fair St., Prescott
- Trinity Presbyterian Church, 630 Park Ave, Prescott
- Central Yavapai Fire Station #57, 4125 W. Outer Loop Rd., Prescott
- Yavapai College, Community Room, 1100 E. Sheldon St., Bldg. 19, Prescott
- Prescott Community Center, 1280 E. Rosser St., Prescott

Prescott Valley Area

- Findlay Toyota Center, 3201 N. Main St., Prescott Valley
- Humboldt USD - Bradshaw East Campus, 6411 N. Robert Rd., Prescott Valley
- Little Dealer, Little Prices RV, 2757 N. Truwood Dr., Prescott Valley

Sedona Area

- Sedona Elks Lodge #2291, 110 Airport Rd., Sedona
- Sedona/ VOC Fire Station #3, 125 Slide Rock Rd., Sedona

Outlying Areas

- Ash Fork Library / Learning Center, 450 W. Lewis Ave., Ash Fork
- Freeport-McMoRan, Bagdad Event Center, 121 Main St., Bagdad
- Beaver Creek Adult Center, 4250 E. Zuni Way, Rimrock
- Pioneer Masonic Lodge #82, 19055 E. K-Mine Rd., Black Canyon City
- Grace Bible Chapel, 25605 Ghost Town Rd., Congress
- Cordes Lakes Library, 15989 S. Cordes Lakes Dr., Cordes Lakes
- Seligman Library, 54170 N. Floyd St., Seligman
- Yarnell Presbyterian Church, 16455 W. Table Top Way, Yarnell

The purpose of the election is to permit the qualified electors of the District to vote on the question included in the attached form of the Official Ballot. The last date to register to vote in the special bond election is Tuesday, October 11, 2022.

The engineering report referenced in the Official Ballot is hereby incorporated in its entirety in this notice and is available at www.icrsd.net under the heading News-Kimley-Horn Engineering Report.

Early voting shall be permitted in accordance with the provisions of Title 16, Arizona Revised Statutes, as amended. Early voting information may be obtained by contacting Yavapai County Voter Registration, 1015 Fair Street, Prescott, Arizona 86305, telephone: (928) 771-3248. The last day to request an early ballot to be mailed is October 28, 2022.

ICR SANITARY DISTRICT

By /s/ Bob Summers
Chairman, Board of Directors
ICR Sanitary District

ATTEST:

/s/ Jerry DeSantis
Director, ICR Sanitary District

ATTACHMENT TO EXHIBIT

OFFICIAL BALLOT

Shall the Board of Directors of ICR Sanitary District, be authorized to sell and issue general obligation bonds of ICR Sanitary District, in the aggregate principal amount of not to exceed \$3,463,000, to provide funds to expand the existing Santec system with new sludge management to provide additional capacity recommended as Option 1 in the engineering report of Kimley-Horn including \$429,763 for inflow screening and engineering costs not included in the engineering report and to pay all legal, engineering, architectural, accounting, financial consultant and other necessary costs in connection therewith; said general obligation bonds to bear interest at a rate not to exceed 9% per annum, to mature over a period of not to exceed 30 years from the date of their issuance, with principal payable in such amounts as to produce substantially equal annual debt service and which may be sold at prices that include premiums not greater than permitted by law?

FOR THE BONDS

AGAINST THE BONDS

NOTICE TO VOTERS

VOTE LIKE THIS: ●

No other marks will be valid or counted.

INSTRUCTIONS TO VOTERS: To vote for a candidate or to vote for or against a question, completely fill in the box to the left of your choice.