

CITY OF POTLATCH
Latah County, Idaho

NOTICE OF SPECIAL REVENUE BOND ELECTION

NOTICE IS HEREBY GIVEN that pursuant to Ordinance No. 442, adopted on June 25, 2007, of the City of Potlatch, of Latah County, Idaho, a Special Bond Election will be held in the City on

TUESDAY, AUGUST 7, 2007

between the hours of 12:00 o'clock noon and 8:00 o'clock P.M., for the purpose of voting upon the question and proposition of issuing sewer revenue bonds in a principal amount not to exceed \$4,900,000 for the purpose of providing funds to pay the cost of construction and installation of improvements and betterments to the City's wastewater collection and treatment facilities, consisting generally of replacement of sewer lines and manholes and improvements to the wastewater treatment plant, including, but not limited to, bank restabilization and installation of de-chlorination equipment, together with related improvements and costs of engineering, legal, and other services incidental thereto, including the costs of issuance of revenue bonds therefore, pursuant to the provisions of said Ordinance.

The question to be submitted to the electors shall be by ballot reading substantially as follows:

SHALL THE CITY OF POTLATCH BE AUTHORIZED TO INCUR AN INDEBTEDNESS AND TO ISSUE AND SELL ITS SEWER REVENUE BONDS IN A PRINCIPAL AMOUNT NOT TO EXCEED \$4,900,000 TO PAY THE COSTS OF IMPROVEMENTS AND BETTERMENTS TO THE WASTEWATER COLLECTION AND TREATMENT FACILITIES OF THE CITY'S SANITARY SEWER SYSTEM, THE BONDS TO MATURE OVER A PERIOD WHICH MAY BE LESS THAN BUT WHICH SHALL NOT EXCEED FORTY (40) YEARS AND TO BE PAYABLE SOLELY FROM THE REVENUES OF THE SANITARY SEWER SYSTEM, ALL AS MORE FULLY PROVIDED IN ORDINANCE NO. 442, ADOPTED ON JUNE 25, 2007?

The following information is required by Section 34-439, Idaho Code:

The interest rate anticipated on the proposed bonds is 4.50% per annum. The range of anticipated rates is from 2.0% to 6.0%. The City has existing indebtedness in the amount of \$1,427,554. The total amount to be repaid over the life of the proposed bonds, principal and interest, based on the anticipated interest rate

and assuming a 40-year maturity, is estimated to be \$10,462,480.

Qualified electors shall vote at the following polling place:

Potlatch City Hall
195 6th Street
Potlatch, Idaho

Every person eighteen (18) years of age or older, who at the time of the specified bond election is a United States citizen who has been a legal and bona fide resident of the City for at least 30 days immediately preceding the date of the election, if properly registered as required by law, shall be qualified to vote at the special bond election.

Any qualified elector who, because of illness, disability, or expected absence from the City on the date of election, will be unable to vote at the designated polling place on the day of election, may apply to the City Clerk for an absentee ballot. The application must be in writing, must be signed personally by the applicant, and must contain the name of the elector, his/her home address, and the address to which the ballot shall be forwarded. An application for a mail-in absentee ballot must be received by the City Clerk not later than 5:00 p.m. on the sixth day before the election. An application for in-person absentee voting at the absent elector's polling place described in Section 50-448, Idaho Code, must be received by the City Clerk not later than 5:00 p.m. on the day before the election. Application for an absentee ballot may be made by using a facsimile machine. The City's facsimile number is (208) 875-0130.

The Latah County Clerk is the Registrar of the City, and the place of registration is the Latah County Courthouse, Moscow, Idaho. Persons may register on any business day during office hours, continuing until July 13, 2007. Persons may also register with the City Clerk, as Deputy Registrar, at City Hall, Potlatch, Idaho, during normal office hours, until July 13, 2007. Any elector who will complete his or her residence requirement or attain the requisite voting age during the period when the register of electors is closed may register prior to the closing of the register.

Any person who is eligible to vote may register on election day by appearing in person at the polling place established for the election, by completing a registration card, making an oath on the form prescribed by law, and providing proof of residence in the manner provided by Section 34-408A, Idaho Code, as amended.

No qualified elector who is duly registered as a voter, and who continues to reside at the same address or within the same precinct in which he or she is registered, shall be required to re-register.

If, at the special bond election, the majority of the qualified electors voting upon the ballot question assent to the issuance of revenue bonds for the purposes set forth in Ordinance No. 442, the sewer revenue bonds of the City of Potlatch will be issued for such purposes, which bonds, or so much thereof as may be necessary, will mature annually, or at such lesser interval as may be prescribed by the ordinance authorizing the issuance of the bonds, over a period which may be less than but which shall not exceed forty (40) years, and will bear interest at such rate or rates as shall be prescribed in the ordinance authorizing the issuance of the bonds. The principal of and interest on the bonds will be payable solely out of and derived from rates and charges for the use of and the services rendered by, and all other income, earnings, and revenues of, the sanitary sewer system.

DATED this 25th day of June, 2007.

CITY OF POTLATCH
Latah County, Idaho

Mayor

ATTEST:

City Clerk