

RESOLUTION 2025-01

A RESOLUTION TO AMEND THE BYLAWS OF CENTRAL ARKANSAS WATER; AND FOR OTHER PURPOSES

WHEREAS, the Board of Commissioners adopted the Bylaws of Central Arkansas Water ("Bylaws") in 2001; and

WHEREAS, the Board of Commissioners has amended the Bylaws from time to time; and

WHEREAS, during the 2025 regular session of the Arkansas General Assembly, Act 505 of 2025, which sets requirements for remote attendance at a public meeting of the governing body of an entity subject to the Arkansas Freedom of Information Act, became law; and

WHEREAS, in light of Act 505 of 2025, the Board wishes to amend the provisions of Section 3.8 of the Bylaws to assure compliance with such act.

NOW, THEREFORE, BE IT RESOLVED, BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER THAT:

Section 1. The Bylaws is amended by striking the content of Section 3.8 in its entirety and substituting the following language:

Remote Meeting Attendance. Any one or more members of the Board may attend a meeting of the Board remotely provided that other members of the Board and the public at all times may hear, understand the vote of, and know the identity of the member or members who are attending remotely and that the member or members who are attending remotely may hear the other members of the Board and public comment.

Section 2. This Resolution shall be in effect upon its adoption and approval.

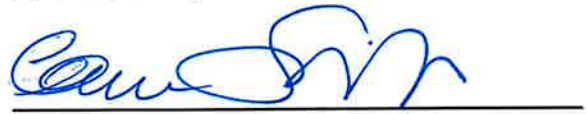
ADOPTED: [May 15, 2025]

Attest:



Kevin Newton, Secretary-Treasurer

APPROVED:



Carmen Smith, Chair

CERTIFICATE

STATE OF ARKANSAS)
)
COUNTY OF PULASKI)

I, Kevin Newton, Secretary-Treasurer of Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-01 of the Resolutions of Central Arkansas Water, entitled: **A RESOLUTION TO AMEND THE BYLAWS OF CENTRAL ARKANSAS WATER; AND FOR OTHER PURPOSES**, adopted May 15, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand this 15th day of May 2025.



Kevin Newton, Secretary-Treasurer
Board of Commissioners, Central Arkansas Water

RESOLUTION 2025-02

A RESOLUTION RE-APPOINTING MR. JAY BARTH TO THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER AND FOR OTHER PURPOSES

WHEREAS, the term of Mr. Jay Barth, a member of the Board of Commissioners of Central Arkansas Water ("CAW Board"), expires on June 30, 2025; and

WHEREAS, by law, it is the duty of the remaining Commissioners to nominate and appoint a Commissioner when a vacancy occurs on the CAW Board, subject to confirmation by the Board of Directors of the City of Little Rock, Arkansas, and the City Council of the City of North Little Rock, Arkansas.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER, THAT the remaining Commissioners do hereby reappoint Mr. Jay Barth to a seven-year term, subject to confirmation by the duly elected and qualified members of the Board of Directors of the City of Little Rock and the City Council of the City of North Little Rock, and that his term of office shall be through June 30, 2032.

BE IT FURTHER RESOLVED THAT the Board of Directors of the City of Little Rock and the City Council of the City of North Little Rock be requested to confirm this appointment.

ADOPTED: May 15, 2025

Attest:



Kevin Newton, Secretary-Treasurer

APPROVED:




Carmen Smith, Chair

CERTIFICATE

STATE OF ARKANSAS)
)
COUNTY OF PULASKI)

I, Kevin Newton, Secretary-Treasurer of Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-02 of the Resolutions of Central Arkansas Water, entitled: **A RESOLUTION RE-APPOINTING MR. JAY BARTH TO THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER AND FOR OTHER PURPOSES**, adopted May 15, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand this 15th day of May 2025.



Kevin Newton, Secretary-Treasurer
Central Arkansas Water Board of Commissioners

RESOLUTION NO. 2025-03

A RESOLUTION TO DECLARE THE INTENT OF CENTRAL ARKANSAS WATER TO MAKE CERTAIN EXPENDITURES TO FUND A ROUTE STUDY, ENGINEERING DESIGN, AND EASEMENT ACQUISITION IN AN AMOUNT NOT TO EXCEED \$13,500,000 RELATED TO THE EVENTUAL CONSTRUCTION OF A NEW LAKE MAUMELLE RAW WATER LINE; TO APPROVE THE PROVIDING OF NOTICE TO THE CITIES OF LITTLE ROCK AND NORTH LITTLE ROCK OF CENTRAL ARKANSAS WATER'S INTENT TO ISSUE BONDS FOR SUCH PURPOSES; TO APPROVE THE SETTING OF A DATE FOR A PUBLIC HEARING ON THE ISSUANCE OF SUCH BONDS; AND FOR OTHER PURPOSES

WHEREAS, Central Arkansas Water ("CAW") is a consolidated waterworks system, created and existing under the Consolidated Waterworks Authorization Act, Act 982 of the 83rd General Assembly of the State of Arkansas; and

WHEREAS, in 1957, Little Rock Municipal Water Works ("LRMWW") constructed a forty-eight-inch raw water line from Lake Maumelle to Jackson Reservoir; and

WHEREAS, in 1978, LRMWW constructed a seventy-two-inch raw water line from Lake Maumelle to the Wilson Water Treatment Plant; and

WHEREAS, in 2001, LRMWW conveyed the forty-eight-inch raw water line and the seventy-two-inch raw water line to CAW; and

WHEREAS, both of the existing raw water lines have a relatively minor leak and break history, although their sixty-eight-year-old and forty-seven-year-old ages increase the chance of leaks and breaks in the future; and

WHEREAS, a future leak or break could significantly impact operations and the supply of raw water at CAW's two treatment plants and therefore supply of drinking water to its customers; and

WHEREAS, the construction of a new Lake Maumelle raw water line is necessary to increase capacity from Lake Maumelle to Wilson Water Treatment Plant and to provide redundancy for the two existing raw water lines; and

WHEREAS, in order to accomplish the construction of a new Lake Maumelle raw water line, CAW must fund a route study, engineering design, and easement acquisition (collectively "Raw Water Line Construction Preparation"); and

WHEREAS, CAW wishes to issue water revenue bonds in a principal amount not to exceed \$13,500,000 to pay for the costs of the Raw Water Line Construction Preparation ("Bonds"); and

WHEREAS, proceeds of the Bonds will also be used to finance the costs of issuing

the Bonds; and

WHEREAS, CAW desires to declare its "official intent," within the meaning of United States Treasury Regulation §1.150-2, to issue the Bonds; and

WHEREAS, the Consolidation Agreement among the City of Little Rock, the City of North Little Rock, Little Rock Municipal Water Commission, and North Little Rock Water Commission requires at least one public hearing on any proposed bond issuance and requires CAW to give three months' notice of its intent to issue Bonds to the governing bodies of the City of Little Rock and the City of North Little Rock.

NOW, THEREFORE BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER:

Section 1. CAW hereby declares its official intent to issue Bonds in one or more series over a period of years to fund Raw Water Line Construction Preparation; and

Section 2. CAW expresses its reasonable expectation upon issuing Bonds to reimburse itself for original expenditures paid from its general or operating funds that are used in Raw Water Line Construction Preparation between the date that is sixty (60) days prior to the date of this Resolution and the date or dates the Bonds are issued plus a de minimis amount and preliminary expenditures with the proceeds of the Bonds.

Section 3. CAW shall reimburse itself for the original expenditures from proceeds of the Bonds within 18 months after the later of:

- (a) the date that the original expenditure is paid; or
- (b) the date the that the new Lake Maumelle raw water line is placed in service, but in no event more than three (3) years after the original expenditure is paid.

Section 4. The Chief Executive Officer of CAW is hereby instructed to give notice to the governing bodies of the City of Little Rock and the City of North Little Rock that CAW intends to issue the Bonds in an amount not to exceed \$13,500,000 for Raw Water Line Construction Preparation.

Section 5. The Director of Finance of CAW is hereby instructed to schedule and hold a public hearing on the issuance of the Bonds.

Section 6. A copy of this Resolution shall be filed with the Seretary-Treasurer of CAW, where it will be available for public inspection.

Section 7. A copy of this Resolution with original signatures shall be furnished by the Director of Finance of CAW to the Director of the Arkansas Natural Resources Commission.

Section 8. This Resolution shall be in effect upon its adoption.

ADOPTED: May 15, 2025

ATTEST:



Kevin Newton, Secretary-Treasurer

APPROVED:



Carmen Smith, Chair

CERTIFICATE

STATE OF ARKANSAS)
) ss
COUNTY OF PULASKI)

I, Kevin Newton, Secretary-Treasurer of the Board of Commissioners of Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-03 of the Board of Commissioners of Central Arkansas Water titled: **A RESOLUTION TO DECLARE THE INTENT OF CENTRAL ARKANSAS WATER TO MAKE CERTAIN EXPENDITURES TO FUND A ROUTE STUDY, ENGINEERING DESIGN, AND EASEMENT ACQUISITION IN AN AMOUNT NOT TO EXCEED \$13,500,000 RELATED TO THE EVENTUAL CONSTRUCTION OF A NEW LAKE MAUMELLE RAW WATER LINE; TO APPROVE THE PROVIDING OF NOTICE TO THE CITIES OF LITTLE ROCK AND NORTH LITTLE ROCK OF CENTRAL ARKANSAS WATER'S INTENT TO ISSUE BONDS FOR SUCH PURPOSES; TO APPROVE THE SETTING OF A DATE FOR A PUBLIC HEARING ON THE ISSUANCE OF SUCH BONDS; AND FOR OTHER PURPOSES**, adopted May 15, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand this 15th day of May 2025.



Kevin Newton, Secretary-Treasurer
Central Arkansas Water Board of Commissioners

RESOLUTION NO. 2025-04

A RESOLUTION DESIGNATING AND AUTHORIZING THE CHIEF EXECUTIVE OFFICER, THE CHIEF ADMINISTRATIVE OFFICER, THE CHIEF OPERATING OFFICER, AND THE DIRECTOR OF FINANCE OF CENTRAL ARKANSAS WATER TO EXECUTE CERTAIN DOCUMENTS IN CONNECTION WITH THE DRINKING WATER STATE REVOLVING FUND LOAN PROGRAM ADMINISTERED BY THE ARKANSAS NATURAL RESOURCES COMMISSION FOR BONDS FOR CERTAIN EXPENSES RELATED TO A NEW LAKE MAUMELLE RAW WATER LINE

WHEREAS, Central Arkansas Water ("CAW") is a consolidated municipal water system, created and existing under the Consolidated Waterworks Authorization Act, Act 982 of the 83rd General Assembly of the State of Arkansas; and

WHEREAS, CAW has determined that it will be necessary to issue water revenue bonds in an aggregate principal amount not to exceed \$13,500,000 for the purpose of funding a route study, engineering design, and easement acquisition for a new Lake Maumelle raw water line (" Raw Water Line Construction Preparation ") in order to increase capacity from Lake Maumelle to Wilson Water Treatment Plant and to provide redundancy for the two existing raw water lines; and

WHEREAS, proceeds of the bonds will also be used to finance the costs of issuing the bonds and interest during construction;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER, AS FOLLOWS:

Section 1. That C. Tad Bohannon, as Chief Executive Officer, is hereby authorized and directed to make application for assistance under the Drinking Water State Revolving Fund Loan Program ("Program") administered by the Arkansas Natural Resources Commission ("ANRC").

Section 2. That C. Tad Bohannon, as Chief Executive Officer, is hereby authorized to execute a bond purchase agreement with ANRC and the Arkansas Development Finance Authority ("ADFA"), once such agreement is approved by the Commission, for and on behalf of CAW.

Section 3. That in the event C. Tad Bohannon is unavailable, Jo Courtney, as Chief Administrative Officer, is hereby authorized to execute the bond purchase agreement with ANRC and the Arkansas Development Finance Authority ("ADFA"), once such agreement is approved by the Commission, for and on behalf of CAW.

Section 4. That C. Tad Bohannon, as Chief Executive Officer, is hereby authorized

to execute, for and on behalf of CAW, such other documents and certificates as may be required by ANRC (i) for participation in the Program, and (ii) to satisfy CAW's obligations under the bond purchase agreement with ANRC and ADFA, once such agreement is approved by the Commission.

Section 5. That Jo Courtney, as Chief Administrative Officer, is hereby authorized to execute, for and on behalf of CAW, such other documents and certificates as may be required by ANRC (i) for participation in the Program, and (ii) to satisfy CAW's obligations under the bond purchase agreement with ANRC and ADFA, once such agreement is approved by the Commission.

Section 6. That Blake Weindorf, as Chief Operating Officer, is hereby authorized to execute, for and on behalf of CAW, such other documents and certificates as may be required by ANRC (i) for participation in the Program, and (ii) to satisfy CAW's obligations under the bond purchase agreement with ANRC and ADFA, once such agreement is approved by the Commission.


Section 7. That Cynthia Edwards, as Director of Finance, is hereby authorized to execute, for and on behalf of CAW, such other documents and certificates as may be required by ANRC (i) for participation in the Program, and (ii) to satisfy CAW's obligations under the bond purchase agreement with ANRC and ADFA, once such agreement is approved by the Commission.

Section 8. This Resolution shall be in effect from and after the date of its adoption.


ADOPTED: May 15, 2025

ATTEST:

APPROVED:



Kevin Newton, Secretary-Treasurer



Carmen Smith, Chair

CERTIFICATE

STATE OF ARKANSAS)
)
COUNTY OF PULASKI)

I, Kevin Newton, Secretary-Treasurer of the Board of Commissioners, Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-04 of the Resolutions of Central Arkansas Water titled: **A RESOLUTION DESIGNATING AND AUTHORIZING THE CHIEF EXECUTIVE OFFICER, THE CHIEF ADMINISTRATIVE OFFICER, THE CHIEF OPERATING OFFICER, AND THE DIRECTOR OF FINANCE OF CENTRAL ARKANSAS WATER TO EXECUTE CERTAIN DOCUMENTS IN CONNECTION WITH THE DRINKING WATER STATE REVOLVING FUND LOAN PROGRAM ADMINISTERED BY THE ARKANSAS NATURAL RESOURCES COMMISSION FOR BONDS FOR CERTAIN EXPENSES RELATED TO A NEW LAKE MAUMELLE RAW WATER LINE**, adopted May 15, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand this 15th day of May 2025.



Kevin Newton, Secretary-Treasurer
Central Arkansas Water Board of Commissioners

RESOLUTION NO. 2025-05

A RESOLUTION AUTHORIZING THE ISSUANCE OF A WATER REVENUE BOND FOR THE PURPOSE OF FINANCING THE COST OF CAPITAL IMPROVEMENTS TO THE WATER SYSTEM OF CENTRAL ARKANSAS WATER; PROVIDING FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON THE BOND; AND PRESCRIBING OTHER MATTERS RELATING THERETO.

WHEREAS, Central Arkansas Water (the "Issuer") owns a water system consisting of water collection, holding, treatment and distribution facilities (the "System"); and

WHEREAS, the Issuer was created by the Cities of Little Rock and North Little Rock, Arkansas (the "Cities") pursuant to the Consolidated Waterworks Authorization Act codified as A.C.A. §§25-20-301 et seq. (the "Authorizing Legislation"); and

WHEREAS, the Board of Commissioners of the Issuer has determined that extensions, betterments and improvements to the System (the "Improvements") are necessary in order to make the services of the System adequate for the needs of the Issuer's customers; and

WHEREAS, the Improvements include particularly, without limitation, the Jack H. Wilson Water Treatment Plant Renewal and Resiliency Project; and

WHEREAS, in order to finance the costs of accomplishing the Improvements, interest during construction and bond issuance costs, the Issuer is making arrangements for the sale of a bond in the maximum principal amount of \$230,000,000 to the Arkansas Development Finance Authority, as purchaser (the "Bondholder"), at a price of par for a bond pursuant to a Bond Purchase Agreement (the "Agreement") among the Issuer, the Bondholder and the Arkansas Natural Resources Commission ("Natural Resources"), which has been presented to and is before this meeting; and

WHEREAS, the Issuer has the following outstanding issues of revenue bonds: Refunding Water Revenue Bond, Series 2010A (2009 ANRC Project) (the "Series 2010A Bond"), Water Revenue Bond, Series 2011A (Wye Mountain Extension Project) (the "Series 2011A Bond"), Capital Improvement Water Revenue Bonds, Series 2012A (the "Series 2012A Bonds"), Refunding Water Revenue Bonds, Series 2016 (the "Series 2016 Refunding Bonds"), Acquisition and Construction Water Revenue Bonds (Maumelle Water System Acquisition Project), Series 2016 (the "Series 2016 Maumelle Bonds"), Water Revenue Bond (Wilson Pump Station #1A Project), Series 2017A (the "Series 2017A Bond"), Capital Improvement Water Revenue Bonds, Series 2018B (the "Series 2018B Bonds"), Water Revenue Bond (Ozark Point Water Treatment Plant Project), Series 2019A (the "Series 2019A Bond"), Water Revenue Bond (POWA Project), Series 2020A (the "Series 2020A Bond"), Capital Improvement and Refunding Water Revenue Bonds, Series 2020B (the "Series 2020B Bonds"), Capital Improvement and Refunding Water Revenue Bonds. Series 2020C (Green Bonds) (the "Series 2020C Bonds"),

Refunding Water Revenue Bonds, Series 2020D (Taxable) (the "Series 2020D Bonds"), Water Revenue Bond (Frazier Pike Project), Series 2021A (the "Series 2021A Bond"), Water Revenue Bond (Wye Mountain Project), Series 2021B (the "Series 2021B Bond"), Water Revenue Bond (Ridgefield Project), Series 2022A (the "Series 2022A Bond"), Water Revenue Bond (Wilson Pump Station #1A Project), Series 2022B (the "Series 2022B Bond"), Water Revenue Bond (Wilson Treatment Plant Project), Series 2023B (the "Series 2023B Bond"), Water Revenue Bonds (West Pulaski Project), Series 2023C and 2023D (the "Series 2023 C and D Bonds") and Capital Improvement Water Revenue Bonds, Series 2024A (the "Series 2024A Bonds"); and

WHEREAS, the Issuer is authorized under the provisions of Amendment No. 65 to the Arkansas Constitution and the Authorizing Legislation to issue and sell the bond; and

WHEREAS, the Issuer has given notice to the Cities and held a public hearing, both in accordance with the Consolidation Agreement dated as of March 1, 2001 by and among the Cities, the Board of Commissioners of the Little Rock Municipal Water Works and the Board of Commissioners of the North Little Rock Water Department (the "Consolidation Agreement"); and

WHEREAS, the Issuer is required to pay to the Arkansas Development Finance Authority, as servicer (the "Authority"), a financing fee equal to 1% per annum of the outstanding principal amount of the bond for the period described herein (the "Financing Fee");

NOW, THEREFORE, BE IT RESOLVED by the Board of Commissioners of Central Arkansas Water:

Section 1. The following terms used in this Resolution shall have the following meanings unless the context requires otherwise:

"Accrued Debt Service" means, as of any date of calculation, the amount of Debt Service that has accrued with respect to the bond or any Parity Debt, as applicable, calculating the Debt Service that has accrued with respect to the bond or Parity Debt as an amount equal to the sum of (a) the interest on the bond or Parity Debt that has accrued and is unpaid and that will have accrued by the end of the then current calendar month, and (b) that portion of the principal of the bond or Parity Debt payable within the 12 month period following the date of calculation of the bond or Parity Debt that would have accrued (if deemed to accrue in the same manner as interest accrues) by the end of the then current calendar month.

"Debt Service" means, for any particular Fiscal Year with respect to the bonds or Parity Debt, as applicable, an amount equal to the sum of all principal and interest (net of any interest subsidy with respect to the bond or Parity Debt paid or payable to or for the account of the Issuer by any governmental body or agency) payable during such Fiscal Year calculated on the assumption that the bond or the Parity Debt, on the day of calculation cease to be outstanding by reason of, but only by reason of, payment or defeasance.

"Depreciation Fund" means the Depreciation Trust Fund maintained by the Issuer.

"Fiscal Year" means the annual accounting period of the System as from time to time in effect, initially a period commencing on January 1 of each calendar year and ending on the next succeeding December 31.

"Frazier Pike Long Term Debt Surcharge Revenues" means collections of the long-term debt surcharge levied by the Issuer pursuant to Resolution No. 2021-13 for collection from customers within the Frazier Pike System service area and pledged to secure the Series 2021A Bond.

"Frazier Pike System" means the water system acquired from the Frazier Pike Public Facilities Board of Pulaski County, Arkansas and any extensions, betterments and improvements of such system.

"Grant Aid" means any grants in aid made to the Issuer by the federal government, the State, or either or both of the Cities, or any federal subsidy legally available to pay the principal of or interest on the bond, the Parity Debt, the Series 2016 Maumelle Bonds or other Subordinated Indebtedness.

"Maumelle Long Term Debt Surcharge Revenues" means 100% of the collections of the long term debt surcharge levied by the Issuer pursuant to Resolution 2015-15, as amended by Resolution 2016-06, for collection within the Maumelle water system service area and pledged to secure the Series 2016 Maumelle Bonds.

"Operation and Maintenance Costs" means all actual operation and maintenance costs related to the System incurred by the Issuer in any particular Fiscal Year or period to which said term is applicable or charges made therefor during such Fiscal Year or period, including amounts reasonably required to be set aside in reserves for items of Operation and Maintenance Costs, the payment of which is not then immediately required. Operation and Maintenance Costs include, but are not limited to, amounts paid by the Issuer for improvement, repair, replacement, or acquisition of any item of equipment related to the System; salaries and wages, employees' health, hospitalization, pension, and retirement expenses; fees and expenses for services, materials, and supplies; rents; administrative and general expenses; insurance expenses; fiduciaries' fees and expenses and other agents' fees and expenses; legal, engineering, accounting, financing, and municipal advisory fees and expenses, and fees and expenses of other consulting and technical services; training of personnel; taxes; payments in lieu of taxes and other governmental charges; costs of utilities services and other auxiliary services; and any other current expenses or obligations required to be paid by the Issuer under the provisions of this Resolution or by law, all to the extent properly allocable to the System. Such Operation and Maintenance Costs do not include depreciation or obsolescence charges or reserves therefor; amortization of intangibles or other bookkeeping entries of a similar nature; interest charges and charges for the payment of principal, or amortization, of bonded or other indebtedness of the Issuer, or costs, or charges made therefor; or losses from the sale, abandonment, reclassification, revaluation, or other disposition of any properties.

"Parity Debt" means the Series 2010A Bond, the Series 2011A Bond, the Series 2012A Bonds, the Series 2016 Refunding Bonds, the Series 2017A Bond, the Series 2018B Bonds, the Series 2019A Bond, the Series 2020B Bonds, the Series 2020C Bonds, the Series 2020D Bonds, the Series 2022B Bond, the Series 2023B Bond, the Series 2024A Bonds and any future debt obligations of the Issuer incurred in compliance with Section 31(b) of this Resolution and secured and payable on a parity of security with the bond.

"POWA Revenues" means the Revenues derived by the Issuer from the POWA System.

"POWA System" means the water system acquired by the Issuer from Paron-Owensville Water Authority of the State of Arkansas and any extensions, betterments and improvements of such system.

"Rate Covenant Requirement" has the meaning specified in Section 7(a) hereof.

"Rate Stabilization Account" means the account created under that name by the RSA Resolution.

"Revenue Fund" means the fund by that name heretofore created into which Revenues are deposited.

"Revenues" means all revenues, fees, income, rents, and receipts derived by the Issuer from the System, including without limitation any proceeds of the Issuer from the sale of any property of the System permitted under this Resolution, including the proceeds of any insurance covering business interruption loss. Revenues also include all interest, profits, or other income derived from the investment of any moneys held pursuant to this Resolution, and any trust indenture securing the Parity Debt, the Series 2016 Maumelle Bonds or other Subordinated Indebtedness and required to be paid into the Revenue Fund and the proceeds of any interest subsidy with respect to the bond, Parity Debt, Series 2016 Maumelle Bonds or other Subordinated Indebtedness paid to or for the account of the Issuer by any governmental body or agency. Revenues shall not include: (a) Grant Aid; (b) proceeds received on insurance resulting from casualty damage to assets of the System; (c) rentals or other charges derived by the Issuer under and pursuant to a lease or leases relating to Special Purpose Facilities; (d) the proceeds of sale of the bond, the Parity Debt, Subordinate Indebtedness, or other obligations issued for System purposes; (e) the proceeds of the Watershed Protection Fee; or (f) franchise fees. From and after the Stabilized Net Revenues Adjustment Date, the preceding sentence within the definition of "Revenues" shall read as follows: Revenues shall not include (a) Grant Aid; (b) proceeds received on insurance resulting from casualty damage to assets of the System; (c) rentals or other charges derived by the Issuer under and pursuant to a lease or leases relating to Special Purpose Facilities; (d) the proceeds of sale of the bond, Parity Debt, Subordinate Indebtedness (excluding the Series 2016 Maumelle Bonds) or other obligations issued for System purposes; (e) the proceeds of the Watershed Protection Fee; (f) franchise fees; or (g) Special Debt Retirement Charge Revenues.

"Ridgefield Long Term Debt Surcharge Revenues" means collections of the long-term debt surcharge levied by the Issuer pursuant to Resolution No. 2022-08 for collection from customers within the Ridgefield System service area and pledged to secure the Series 2022A Bond.

"Ridgefield System" means the water system acquired from Ridgefield Property Owners Association and any extensions, betterments and improvements of such system.

"RSA Resolution" means Resolution 2010-03 adopted by the Issuer on May 13, 2010, establishing the Rate Stabilization Account and providing for its terms and conditions.

"Short-Term Indebtedness" means all indebtedness incurred or assumed by the Issuer, with respect to the System, for any of the following: (a) payments of principal and interest with respect to money borrowed for an original term, or renewable at the option of the Issuer, for a period from the date originally incurred, of one year or less; (b) payments under leases having an original term, or renewable at the option of the lessee for a period from the date originally incurred, of one year or less; and (c) payments under installment purchase contracts having an original term of one year or less.

"Special Debt Retirement Charge Indebtedness" shall mean bonds, notes or other forms of indebtedness that are secured solely by Special Debt Retirement Charge Revenues and from any reserves established only to secure such bonds, notes or other forms of indebtedness. From and after the Stabilized Net Revenue Adjustment Date, the Series 2016 Maumelle Bonds, the Series 2021A Bond, the Series 2021B Bond, the Series 2022A Bond and the Series 2023C and D Bonds are included within the definition of Special Debt Retirement Charge Indebtedness.

"Special Debt Retirement Charge Revenues" shall mean Revenues collected from a special charge to customers in a defined service area of the System that are used solely to retire Special Debt Retirement Charge Indebtedness.

"Special Purpose Bonds" means (i) such other bonds, notes or other interest bearing obligations to which a portion of the Revenues are pledged, and the proceeds of which are used to finance the design, acquisition, and construction of facilities or projects as the Issuer shall by resolution designate as a Special Purpose Facility, and the cost of construction and acquisition of which facilities are financed with the proceeds of Special Purpose Bonds as contemplated and permitted by Section 31(d) of this Resolution, or (ii) such other bonds to which the Watershed Protection Fee is pledged and the proceeds of which are used to finance the acquisition of land within the watershed of Lake Maumelle or the design, acquisition, and construction of facilities or projects as the Issuer shall by resolution deem necessary or advisable for protection of water quality within Lake Maumelle.

"Special Purpose Facility" means (a) additional water sources, including but not limited to, a new lake; or (b) such other facilities or projects as the Issuer shall by resolution designate as a Special Purpose Facility, and the cost of construction and acquisition of which facilities are

financed with the proceeds of Special Purpose Bonds of the Issuer as contemplated and permitted by Section 31(d) of this Resolution.

"Stabilized Net Revenues" means, for any period, an amount equal to all of the Revenues received during such period less Operation and Maintenance Costs during such period, less amounts transferred into the Rate Stabilization Account pursuant to authorization by the Issuer, plus amounts transferred out of the Rate Stabilization Account pursuant to authorization by the Issuer.

"Stabilized Net Revenues Adjustment Date" means the first date on which (i) the Series 2012A Bonds, the Series 2016 Refunding Bonds, the Series 2017A Bond and the Series 2018B Bonds are fully paid or defeased and (ii) the 2010A Bond and the Series 2011A Bond are either paid in full or the owners of the Series 2010A Bond and the Series 2011A Bond have agreed to release any Special Debt Retirement Charge Revenues from the pledge in favor of the Series 2010A Bond and the Series 2011A Bond.

"Subordinate Indebtedness" shall mean the Series 2016 Maumelle Bonds, the Series 2020A Bond, the Series 2021A Bond, the Series 2021B Bond, the Series 2022A Bond, the Series 2023C and D Bonds and other bonds, notes, or other forms of indebtedness, the payment of the principal of or interest or redemption premium on which are payable solely from moneys after payment of all periodic obligations hereunder or under the provisions of any Parity Debt.

"Water Consultant" means any firm, corporation, or individual, including but not limited to registered professional engineers and certified public accountants, who are experienced in the administration, financial affairs, maintenance, construction, or operation of potable water collection treatment, and distribution facilities, appointed and paid by the Issuer, who: (a) is in fact independent and not under the domination of the Issuer; (b) does not have any substantial interest, direct or indirect, in the Issuer; and (c) is not connected with the Issuer as an officer or employee but who may be regularly retained to make annual or other periodic reports to the Issuer.

"Watershed Protection Fee" means the fee designated as such on each customer's water bill that by resolution of the Issuer is dedicated toward funding the Issuer's Watershed Management Program, which includes land purchases, water quality monitoring, and other measures to protect the Issuer's drinking water supply lakes from potential sources of pollution.

"West Pulaski Long Term Debt Surcharge Revenues" means the collections of the long term debt surcharge levied by the Issuer pursuant to Resolution No. 2020-03 for collections from customers within the West Pulaski Service Area and pledged to secure the bonds.

"West Pulaski Service Area" means the customers of the System in a certain area of west Pulaski County in and around the vicinity of Ferndale not currently served by a water system.

"Wye Mountain Long Term Debt Surcharge Revenues" means the collections of the long term debt surcharge levied by the Issuer pursuant to Resolution No. 2021-18 for collections from customers within the Wye Mountain System service area and pledged to secure the Series 2021B Bond.

"Wye Mountain System" means the water system acquired by the Issuer from Wye Mountain Water Facilities Board of Perry County, Arkansas and any extensions, betterments and improvements of such system.

Section 2. The sale to the Bondholder of a bond from the Issuer in the maximum principal amount of \$230,000,000 at a price of par and otherwise subject to the terms and provisions hereafter in this Resolution set forth in detail be, and is hereby approved and the bond is hereby sold to the Bondholder. The Chairman is hereby authorized and directed to execute and deliver the Agreement on behalf of the Issuer and to take all action required on the part of the Issuer to fulfill its obligations under the Agreement. The Agreement is hereby approved in substantially the form submitted to this meeting with such changes as may be approved by the Chairman of the Issuer, his execution to constitute complete evidence of such approval.

Section 3. Under the authority of the Constitution and laws of the State of Arkansas (the "State"), including particularly the Authorizing Legislation, Central Arkansas Water Water Revenue Bond (Wilson Treatment Plant Project), Series 2025A (the "bond") is hereby authorized and ordered issued in the maximum principal amount of \$230,000,000 the proceeds of the sale of which will be used to finance costs of the Improvements, pay expenses incidental thereto, pay interest during construction and pay expenses of issuing the bond.

The bond shall be dated the date of delivery to the Bondholder. The bond shall bear interest at the rate of 2.993% per annum based upon a 360-day year of twelve consecutive 30-day months. Interest shall be payable each April 15 and October 15 after the Bond is issued. Principal shall be payable in installments on April 15, 2030 and on each April 15 and October 15 thereafter until the unpaid principal is paid in full as follows:

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<u>Date</u>	<u>Principal</u>	<u>Date</u>	<u>Principal</u>
04/15/2030	\$3,810,711.95	04/15/2040	\$5,658,632.73
10/15/2030	3,886,792.81	10/15/2040	5,771,607.33
04/15/2031	3,964,392.63	04/15/2041	5,886,837.47
10/15/2031	4,043,541.73	10/15/2041	6,004,368.17
04/15/2032	4,124,271.05	04/15/2042	6,124,245.38
10/15/2032	4,206,612.11	10/15/2042	6,246,515.94
04/15/2033	4,290,597.12	04/15/2043	6,371,227.64
10/15/2033	4,376,258.90	10/15/2043	6,498,429.20
04/15/2034	4,463,630.90	04/15/2044	6,628,170.34
10/15/2034	4,552,747.30	10/15/2044	6,760,501.76
04/15/2035	4,643,642.89	04/15/2045	6,895,475.18
10/15/2035	4,736,353.23	10/15/2045	7,033,143.33
04/15/2036	4,830,914.51	04/15/2046	7,173,560.04
10/15/2036	4,927,363.73	10/15/2046	7,316,780.17
04/15/2037	5,025,738.54	04/15/2047	7,462,859.69
10/15/2037	5,126,077.42	10/15/2047	7,611,855.68
04/15/2038	5,228,419.54	04/15/2048	7,763,826.38
10/15/2038	5,332,804.94	10/15/2048	7,918,831.17
04/15/2039	5,439,274.40	04/15/2049	8,076,930.63
10/15/2039	5,547,869.51	10/15/2049	8,238,186.56

The bond will be registered as to both principal and interest, payable to the Bondholder, or registered assigns, as set forth hereinafter in the bond form, and shall be numbered R-1.

Payment of principal and interest shall be by check or draft mailed to the Bondholder at its address shown on the bond registration books of the Issuer which shall be maintained by the Secretary of the Issuer as Bond Registrar, without presentation or surrender of the bond (except upon final payment) and such payments shall discharge the obligation of the Issuer to the extent thereof. The Secretary of the Issuer shall keep a payment record and make proper notations thereon of all payments of principal and interest.

Payment of principal and interest shall be in any coin or currency of the United States of America which, as at the time of payment, shall be legal tender for the payment of debts due the United States of America. When the principal of and interest on the bond have been fully paid, it shall be canceled and delivered to the Secretary of the Issuer.

Section 4. The bond shall be executed on behalf of the Issuer by the Chairman and Secretary of the Issuer and shall have impressed thereon the seal of the Issuer. The bond is not a general obligation of the Issuer but is a special obligation, the principal of and interest on which, and Financing Fee in connection therewith, are secured by a pledge of and are payable from Stabilized Net Revenues. The pledge of Stabilized Net Revenues is on a parity with the pledge in favor of the Parity Debt. The pledge of Stabilized Net Revenues is senior to the pledge in favor

of the Series 2016 Maumelle Bonds, the Series 2020A Bond, the Series 2021A Bond, the Series 2021B Bond, the Series 2022A Bond and the Series 2023C and D Bonds. It is understood and agreed that from and after the Stabilized Net Revenues Adjustment Date, that there will not be included in the definition of Revenues any Special Debt Retirement Charge Revenues and such Special Debt Retirement Charge Revenues shall be released from the pledge of this Resolution on the Stabilized Net Revenues Adjustment Date. The bond and interest thereon shall not constitute an indebtedness of the Issuer within any constitutional or statutory limitation.

Section 5. The bond shall be in substantially the following form and the Chairman and Secretary of the Issuer are hereby authorized and directed to make all the recitals contained therein:

(form of single registered bond)

UNITED STATES OF AMERICA
STATE OF ARKANSAS
CENTRAL ARKANSAS WATER
WATER REVENUE BOND
(WILSON TREATMENT PLANT PROJECT),
SERIES 2025A

No. R-1

\$230,000,000

KNOW ALL MEN BY THESE PRESENTS:

That the Central Arkansas Water (the "Issuer"), for value received, hereby acknowledges itself to owe and promises to pay to the Arkansas Development Finance Authority, or registered assigns, solely from the special fund provided as hereinafter set forth, the principal sum of

TWO HUNDRED THIRTY MILLION DOLLARS
(or the total principal amount outstanding as reflected
by the Record of Payment of Advances attached hereto)

with interest on the unpaid balance of the total principal amount at the rate of 2.993% per annum based upon a 360 day year and twelve consecutive 30 day months. The principal and interest shall be payable in such coin or currency of the United States of America as at the time of payment shall be legal tender for the payment of debts due the United States of America.

Interest on the unpaid balance of the total principal amount shall be payable on October 15, 2025 and on April 15 and October 15 thereafter. Principal shall be payable in installments on April 15, 2030 and on April 15 and October 15 thereafter until the unpaid principal is paid as follows:

Date

Principal

Date

Principal

(There will be inserted the schedule
set forth in Section 3 of this Resolution)

Payments of the principal and interest installments due hereon shall be made, except for final payment, without presentation and surrender of this bond, directly to the registered owner at his address shown on the bond registration book of the Issuer maintained by the Secretary of the Issuer as Bond Registrar, and such payments shall fully discharge the obligation of the Issuer to the extent of the payments so made.

This bond is issued for the purpose of providing financing of the costs of acquiring, constructing and equipping extensions, betterments and improvements to the Issuer's water system, consisting of collection, holding, treatment and distribution facilities (the "System"), costs of authorizing and issuing this bond, and interest during construction and is issued pursuant to and in full compliance with the Constitution and laws of the State of Arkansas (the "State"), including particularly Title 25, Chapter 20, Subchapter 3 of the Arkansas Code of 1987 Annotated, and pursuant to Resolution No. 2025-__ of the Issuer, duly adopted and approved on the 12th day of June, 2025 (the "Authorizing Resolution"). Reference is hereby made to the Authorizing Resolution for the details of the nature and extent of the security and of the rights and obligations of the Issuer and the registered owner of this bond.

This bond may be assigned with the written approval of the Arkansas Natural Resources Commission ("Natural Resources"), and in order to effect such assignment the assignor shall promptly notify the Secretary of the Issuer by registered mail, and the assignee shall surrender this bond along with a written approval of Natural Resources to the Secretary of the Issuer for transfer on the registration records. Every assignee shall take this bond subject to all payments and prepayments of principal and interest (as reflected by the Payment Record maintained by the Secretary of the Issuer), prior to such surrender for transfer.

This bond may be prepaid at the option of the Issuer from funds from any source, in whole but not in part, at any time on and after October 15, 2035, at a prepayment price equal to the principal amount outstanding, plus accrued interest to the prepayment date. Notice shall be given of such prepayment to the owner of this bond or registered assigns at least 90 days prior to the prepayment date. Such notice shall be in writing mailed to the address of the owner of this bond or registered assigns at the address as reflected on the bond registration books of the Secretary of the Issuer.

This bond does not constitute an indebtedness of the Issuer within any constitutional or statutory limitation or provision and shall not constitute and indebtedness of, or pledge the faith and credit of, the State of Arkansas or the Cities of Little Rock and North Little Rock, Arkansas within the meaning of any constitutional provisions or limitations. This bond is a special obligation payable solely from the revenues derived from the operation of the System. In this

regard, the pledge of Stabilized Net Revenues is on a parity with the pledge of Stabilized Net Revenues to the Parity Debt identified in the Authorizing Resolution. The pledge of Stabilized Net Revenues is subject to reduction to the extent and on and after the date set forth in the Authorizing Resolution. A sufficient amount of Stabilized Net Revenues to pay principal and interest has been duly set aside and pledged as a special fund for that purpose, identified as the "ADFA Bond Fund," in the Authorizing Resolution. The Issuer has fixed and has covenanted and agreed to maintain rates for use of the System which shall be sufficient at all times to at least provide for the payment of the reasonable expenses of operation and maintenance of the System, provide for the payment of the principal of and interest on all the outstanding bonds to which System revenues are pledged as the same become due, to establish and maintain any required debt service reserves and to provide a depreciation fund, all as set forth in the Authorizing Resolution.

IT IS HEREBY CERTIFIED, RECITED AND DECLARED that all acts, conditions and things required by the Constitution and statutes of the State to exist, happen and be performed precedent to and in the issuance of this bond do exist, have happened and have been performed in regular and due time, form and manner as required by law; that this bond does not exceed any constitutional or statutory limitation of indebtedness; and that provision has been made for the payment of the principal of and interest on this bond, as provided in the Authorizing Resolution.

IN WITNESS WHEREOF, Central Arkansas Water has caused this bond to be executed in its name by its Chairman and Secretary, thereunto duly authorized, and its corporate seal to be affixed, all as of the 12th day of June, 2025.

CENTRAL ARKANSAS WATER

By  _____
Chair

ATTEST



Secretary-Treasurer

(SEAL)

[A Registration Certificate and Record of Payment
of Advances shall be attached to the bond.]

Section 6. The Issuer has heretofore fixed water rates by Resolution No. 2015-15, adopted October 8, 2015, Resolution No. 2015-20, adopted December 10, 2015, Resolution No. 2016-06, adopted February 11, 2016, Resolution No. 2017-10, adopted September 14, 2017, Resolution No. 2018-13, adopted December 20, 2018, Resolution No. 2018-14, adopted

December 20, 2018, Resolution No. 2019-09, adopted October 10, 2019, Resolution No. 2019-15, adopted December 12, 2019, Resolution No. 2020-03, adopted February 13, 2020, Resolution No. 2020-08, adopted May 14, 2020, Resolution No. 2020-09, adopted June 11, 2020, Resolution No. 2021-13, adopted May 13, 2021, Resolution No. 2021-18, adopted July 15, 2021, Resolution No. 2022-08, adopted March 10, 2022 and Resolution No. 2023-01, adopted January 12, 2023. Reference is hereby made to such Resolutions for the details thereof and other provisions pertaining thereto, which water rates are hereby confirmed and continued as provided therein. The rates in effect for water service at this time shall not be reduced without the prior written consent of Natural Resources and the Bondholder.

Section 7. (a) In order to assure full and continuous performance of the covenants contained herein with a margin for contingencies and temporary unanticipated reduction in Revenues, the Issuer covenants and agrees to establish, fix, prescribe, continue, and collect (directly or through leases, use agreements or other agreements, or licenses or resolutions) rates and charges for the sale of water furnished by the Issuer which, together with other income, are reasonably expected to yield available Revenues at least equal to the Rate Covenant Requirement for the forthcoming Fiscal Year. The term "Rate Covenant Requirement" shall mean: Stabilized Net Revenues at least equal to the sum of (A) 120% of the Debt Service for the forthcoming Fiscal Year for the bond, the Series 2020A Bond and any Parity Debt and (B) 100% of the amounts, if any, required by the terms and conditions for any Parity Debt to be deposited into applicable debt service reserve funds for such Parity Debt during the forthcoming Fiscal Year.

(b) If the annual financial statements relating to Revenues disclose that during the period covered by such financial statements the Stabilized Net Revenues were not at least equal to the Rate Covenant Requirement, the Issuer shall not be in default under this Section if, (1) within 60 days after the date of delivery of such financial statements the Issuer obtains recommendations from a Water Consultant as to the revision of the rates, charges, and fees necessary to produce Stabilized Net Revenues at least equal to the Rate Covenant Requirement and (2) the Issuer, on the basis of such recommendations, revises the schedule of rates, charges, and fees insofar as is practicable and revises Operation and Maintenance Costs so as to produce Stabilized Net Revenues at least equal to the Rate Covenant Requirement.

(c) The Issuer has previously authorized, by the RSA Resolution, the creation of a separate fund of the Issuer designated as the Rate Stabilization Account in order to even out fluctuations in Revenues and help to alleviate the need for short-term adjustments. Moneys in the Rate Stabilization Account will be transferred as determined from time to time by the Issuer. The Issuer may make payments into the Rate Stabilization Account and make withdrawals from the Rate Stabilization Account as provided in the RSA Resolution and as provided in Section 28. For purposes of defining Stabilized Net Revenues, amounts deposited into the Rate Stabilization Account shall decrease Revenues for the Fiscal Year for which they are deposited, and amounts withdrawn from the Rate Stabilization Account shall increase Revenues for the Fiscal Year for which they are withdrawn. Credits to or withdrawals from the Rate Stabilization Account that occur within 90 days after the end of a Fiscal Year may be treated as occurring within such Fiscal Year. The Issuer shall transfer moneys held within the Rate Stabilization Account to the Revenue Fund at such time and in such amounts as may be necessary to pay Operation and

Maintenance Costs and to provide Revenues to enable the Issuer to satisfy any of its obligations under this Resolution or as required by any Parity Debt or Subordinated Indebtedness.

(d) Until such time as the Issuer has issued debt secured by the Watershed Protection Fees, the Issuer may include the revenue generated by the Watershed Protection Fees when making the calculations required by this Section.

Section 8. Subject to the limitations of the Consolidation Agreement, the Issuer has, and will have so long as the bond is outstanding, good, right, and lawful power to own the System and to fix and collect rates, fees, and other charges in connection with the distribution and sale of potable water to its customers. No revenue producing facility or service of the System shall be leased, furnished, or supplied free, but shall always be leased, furnished, or supplied so as to produce Revenues, provided that the Issuer reserves the right (a) to lease, furnish, or supply, free of charge, any such facility or service to the extent that such action does not materially adversely affect the Issuer's ability to perform the Issuer's obligations under this Resolution, and (b) to adjust the rates, fees, and charges of the System in a manner such that the anticipated aggregate Revenues resulting after the adjustments shall not materially differ from the Revenues anticipated prior to the adjustments.

Section 9. The Issuer will not create, or permit the creation of, any new pledge, lien, charge, or encumbrance upon the Stabilized Net Revenues after the date hereof except as provided in or permitted by this Resolution.

Section 10. Subject to the provisions of the Consolidation Agreement, so long as the bond is outstanding, except as otherwise provided herein, the Issuer will not sell, lease, or otherwise dispose of all or a substantial part of the System, provided, however, that, to the extent permitted by law, the Issuer may lease or make contracts or grant licenses for the operation of, or grant easements or other rights with respect to, any part of the System if such lease, contract, license, easement, or right does not impede or restrict the operation of the System by the Issuer. The Issuer may, however, from time to time, sell, exchange, or otherwise dispose of any machinery, fixtures, apparatus, tools, instruments, or other movable property or any real property acquired by it, if the Issuer shall determine that such property is no longer needed in connection with the operation and maintenance of the System and the proceeds of any such disposition shall be applied to the replacement of the property so sold or disposed of or the acquisition of property of equal or greater value or shall be deposited into the Revenue Fund.

Section 11. The Issuer will operate the System continuously in an efficient and economical manner, to the extent practicable under then existing conditions. The Issuer will at all times maintain, preserve, and keep the System in good repair, working order, and condition so that the operating efficiency thereof will be of high character. The Issuer will cause all necessary and proper repairs and replacements to be made so that the business carried on in connection with the System may be properly and advantageously conducted at all times in a manner consistent with prudent management and the so that rights and security of the owner of the bond may be fully protected and preserved.

Section 12. All Revenues shall be promptly deposited by the Issuer to the credit of the Revenue Fund. The Maumelle Long Term Debt Surcharge Revenues shall be deposited into the Long Term Debt Surcharge Revenue Account in the Revenue Fund. The POWA Revenues shall be deposited into the POWA Revenue Account in the Revenue Fund. The Frazier Pike Long Term Debt Surcharge Revenues shall be deposited into the Frazier Pike Long Term Debt Surcharge Revenue Account in the Revenue Fund. The Wye Mountain Long Term Debt Surcharge Revenues shall be deposited into the Wye Mountain Long Term Debt Surcharge Revenue Account in the Revenue Fund. The Ridgefield Long Term Debt Surcharge Revenues shall be deposited into the Ridgefield Long Term Debt Surcharge Revenue Account in the Revenue Fund. The West Pulaski Long Term Debt Surcharge Revenues shall be deposited into the West Pulaski Long Term Debt Surcharge Account in the Revenue Fund.

Section 13. The Operation and Maintenance Costs shall be paid by the Issuer from time to time as they become due and payable as a first charge on the Revenue Fund. Operation and Maintenance Costs of the POWA System shall be paid from the POWA Revenue Account in the Revenue Fund.

Section 14. (a) After paying the Operation and Maintenance Costs as they become due, there shall be paid as a second charge on the Revenue Fund, from amounts on deposit in the Revenue Fund or proceeds of the bond as hereinafter provided, into an account of the Issuer in a special fund to be created by the Bondholder and designated "Series 2025A" (the "ADFA Bond Fund") for the purpose of paying the principal of and interest on the bond the amounts specified in (b) below.

(b) There shall be deposited from proceeds of the bond or, at the direction of the Issuer, from moneys in the Revenue Fund into the ADFA Bond Fund on each April 15 and October 15 after the bond is issued and delivered until October 15, 2029, the interest due on the bond on such dates. Commencing on April 15 and October 15 thereafter, there shall be deposited from money or into the AFDA Bond Fund, an amount equal to the principal and interest on of the bond then due.

(c) All moneys in the ADFA Bond Fund shall be used solely for the purpose of paying the principal of and interest on the bond and the Issuer shall automatically receive a credit for the amount of such Issuer Funds on hand in the ADFA Bond Fund and available for the payment of any principal and interest currently due on an interest or principal payment date irrespective of whether the Bondholder has applied or caused to be applied such funds on that date for such purpose.

(d) The bond shall be specifically secured by a pledge of all Stabilized Net Revenues required to be placed into the ADFA Bond Fund. This pledge in favor of the bond is hereby irrevocably made according to the terms of this Resolution, and the Issuer and its officers and employees shall execute, perform and carry out the terms thereof in strict conformity with the provisions of this Resolution.

(e) Also, as a second charge on the Revenue Fund, there shall be paid from amounts on deposit in the Revenue Fund the amounts required to be paid into the bond funds established for any Parity Debt.

(f) If there are not sufficient moneys to satisfy the requirements of this Section 14 with respect to the bond and all Parity Debt, all moneys available for distribution among such Parity Debt and the bond shall be distributed on a pro rata basis to the deficient bond funds; such distribution to be determined by multiplying the amount available for distribution by the proportion that the deficiency for each bond series bears to the total deficiency for all bond series.

(g) To the extent available prior to the Stabilized Net Revenues Adjustment Date and at all times thereafter, the payments required by this Section shall be paid from moneys in the Revenue Fund outside of the Long Term Debt Surcharge Revenue Account, the POWA Revenue Account, the Frazier Pike Long Term Debt Surcharge Revenue Account, the Wye Mountain Long Term Debt Surcharge Revenue Account, the Ridgefield Long Term Debt Surcharge Revenue Account and the West Pulaski Long Term Debt Surcharge Revenue Account.

Section 15. As a third charge on the Revenue Fund, there shall be paid monthly from moneys in the Revenue Fund into the debt service reserve funds established for the benefit of any Parity Debt, in the event that there are draws from the debt service reserve funds established for the benefit of any Parity Debt to pay principal of or interest on any outstanding Parity Debt, the amount, if any, required to restore the balance in the debt service reserve funds established for the benefit of Parity Debt in 12 consecutive monthly payments to the reserve requirements established with respect to Parity Debt, as applicable; provided that if there are not sufficient moneys to satisfy the requirements of this subsection with respect to all series of Parity Debt bond issues, all moneys available for distribution among such series of Parity Debt bonds shall be distributed on a pro rata basis to the deficient debt service reserve accounts by the proportion that the deficiency for each series of bond issues bears to the total deficiency for all such accounts. To the extent available prior to the Stabilized Net Revenues Adjustment Date and at all times thereafter, the monthly payments required by this Section shall be paid from moneys in the Revenue Fund outside of the Long Term Debt Surcharge Revenue Account, the POWA Revenue Account, the Frazier Pike Long Term Debt Surcharge Revenue Account, the Wye Mountain Long Term Debt Surcharge Revenue Account and the Ridgefield Long Term Debt Surcharge Revenue Account and the West Pulaski Long Term Debt Surcharge Revenue Account.

Section 16. There shall be paid as a fourth charge on the Revenue Fund from moneys in the Revenue Fund the Financing Fee and all other financing fees in connection with Parity Debt, to the Authority. The Financing Fee shall be payable on each date interest on the bond is due and shall be calculated on the same basis as interest on the bond. The payment of the Financing Fee is expressly made subordinate to the payment of the principal of and interest on the bond and the Parity Debt. To the extent available prior to the Stabilized Net Revenues Adjustment Date and at all times thereafter, the payments required by this Section shall be paid from moneys in the Revenue Fund outside of the Long Term Debt Surcharge Revenue Account,

the POWA Revenue Account, the Frazier Pike Long Term Debt Surcharge Revenue Account, the Wye Mountain Long Term Debt Surcharge Revenue Account and the Ridgefield Long Term Debt Surcharge Revenue Account and the West Pulaski Long Term Debt Surcharge Revenue Account.

Section 17. As a fifth charge on the Revenue Fund, but only to the extent of moneys available in the Long Term Debt Surcharge Account in the Revenue Fund, there shall be made the various deposits and transfers required by the indenture securing the Series 2016 Maumelle Bonds, including deposits and transfers to the bond fund and debt service reserve fund established for the benefit of the Series 2016 Maumelle Bonds. From and after the Stabilized Net Revenues Adjustment Date, moneys in the Maumelle Long-Term Debt Surcharge Revenue Account (i) shall only be used to make deposits and transfers to the bond fund and debt service reserve fund established for the benefit of the Series 2016 Maumelle Bonds and (ii) shall no longer be subject to the lien and pledge securing the bond.

Section 18. (a) As a sixth charge on the Revenue Fund, but only to the extent of moneys available in the POWA Account in the Revenue Fund, there shall be paid into an account of the Issuer in a special fund created by the Authority and designated "Series 2020A" for the purpose of paying the principal of and interest on the Series 2020A Bond the amounts necessary to pay the principal of interest on the Series 2020A Bond when due.

(b) Also as a sixth charge on the Revenue Fund, but only to the extent of moneys in the POWA Account in the Revenue Fund, there shall be paid the amounts required to be paid monthly into the bond funds established for any debt ranking on a parity with the Series 2020A Bond.

Section 19. There shall be paid as a seventh charge on the Revenue Fund from moneys in the POWA Account in the Revenue Fund the financing fees in connection with the Series 2020A Bond and any debt ranking on a parity with the Series 2020A Bond, to the Authority.

Section 20. (a) As an eighth charge on the Revenue Fund, but only to the extent of moneys available in the Frazier Pike Long Term Debt Surcharge Account in the Revenue Fund, there shall be paid to Natural Resources on December 1 of each year the principal of and interest on the Series 2021A Bond due that date. From and after the Stabilized Net Revenues Adjustment Date, moneys in the Frazier Pike Long Term Debt Surcharge Account (i) shall only be used to make payments on the Series 2021A Bond and (ii) shall no longer be subject to the lien and pledge securing the Parity Debt.

(b) Also as an eighth charge on the Revenue Fund, but only to the extent of moneys in the Frazier Pike Long Term Debt Surcharge Account in the Revenue Fund, there shall be paid the amounts required to be paid into the bond funds established for any debt ranking on a parity with the Series 2021A Bond.

Section 21. (a) As a ninth charge on the Revenue Fund, but only to the extent of moneys available in the Wye Mountain Long Term Debt Surcharge Account in the Revenue

Fund, there shall be paid into an account of the Issuer in a special fund created by the Authority and designated "Series 2021B" for the purpose of paying the principal of and interest on the Series 2021B Bond the amounts necessary to pay the principal of and interest on the Series 2021B Bond when due. From and after the Stabilized Net Revenues Adjustment Date, moneys in the Wye Mountain Long Term Debt Surcharge Account (i) shall only be used to make payments on the Series 2021B Bond and (ii) shall no longer be subject to the lien and pledge securing the Parity Debt.

(b) Also as a ninth charge on the Revenue Fund, but only to the extent of moneys in the Wye Mountain Long Term Debt Surcharge Account in the Revenue Fund, there shall be paid the amounts required to be paid into the bond funds established for any debt ranking on a parity with the Series 2021B Bond.

Section 22. There shall be paid as a tenth charge on the Revenue Fund from moneys in the Wye Mountain Long Term Debt Surcharge Account in the Revenue Fund the financing fees in connection with the Series 2021B Bond and any debt ranking on a parity with the Series 2021B Bond, to the Authority.

Section 23. (a) As an eleventh charge on the Revenue Fund, but only to the extent of moneys available in the Ridgefield Long Term Debt Surcharge Account in the Revenue Fund, there shall be paid into an account of the Issuer in a special fund created by the Authority and designated "Series 2022A" for the purpose of paying the principal of and interest on the Series 2022A Bond when due the amounts necessary to pay the principal of and interest on Series 2022A Bond when due. From and after the Stabilized Net Revenues Adjustment Date, moneys in the Ridgefield Long Term Debt Surcharge Account (i) shall only be used to make payments on the Series 2022A Bond and (ii) shall no longer be subject to the lien and pledge securing the Parity Debt.

(b) Also as a eleventh charge on the Revenue Fund, but only to the extent of moneys in the Ridgefield Long Term Debt Surcharge Account in the Revenue Fund, there shall be paid the amounts required to be paid into the bond funds established for any debt ranking on a parity with the Series 2022A Bond.

Section 24. There shall be paid as a twelfth charge on the Revenue Fund from moneys in the Ridgefield Long Term Debt Surcharge Account in the Revenue Fund the financing fees in connection with the Series 2022A Bond and any debt ranking on a parity with the Series 2022A Bond, to the Authority.

Section 25. (a) As a thirteenth charge on the Revenue Fund, but only to the extent of moneys available in the West Pulaski Long Term Debt Surcharge Account in the Revenue Fund, there shall be paid into an account of the Issuer in a special fund created by the Authority and designated "Series 2023C & D" for the purpose of paying the principal of and interest on the Series 2023C and D Bonds when due the amounts necessary to pay the principal of and interest on Series 2023C and D Bonds when due. From and after the Stabilized Net Revenues Adjustment Date, moneys in the West Pulaski Long Term Debt Surcharge Account (i) shall only

be used to make payments on the Series 2023C and D Bonds and (ii) shall no longer be subject to the lien and pledge securing the Parity Debt.

(b) Also as a thirteenth charge on the Revenue Fund, but only to the extent of moneys in the West Pulaski Long Term Debt Surcharge Account in the Revenue Fund, there shall be paid the amounts required to be paid into the bond funds established for any debt ranking on a parity with the Series 2023C and D Bonds.

Section 26. There shall be paid as a fourteenth charge on the Revenue Fund from moneys in the West Pulaski Long Term Debt Surcharge Account in the Revenue Fund the financing fees in connection with the Series 2023C and D Bonds and any debt ranking on a parity with the Series 2023C and D Bonds, to the Authority.

Section 27. As a fifteenth charge on the Revenue Fund, there shall be paid monthly from moneys in the Revenue Fund into the Depreciation Fund, an amount calculated as follows: a flat five percent (5%) of water consumption-based revenues and private fire service revenues (including wholesale revenues) ("Total Depreciation Revenues"). The Depreciation Fund shall be used for replacements and repairs to the System. The monthly deposits may be reduced below five percent (5%) of Total Depreciation Revenues if a rate study acceptable to ANRC uses a lower percentage; provided, however, there shall always be deposited into the Depreciation Fund monthly at least three percent (3%) of Total Depreciation Revenues.

Section 28. Moneys in the Revenue Fund in excess of the amounts required to be transferred pursuant to Sections 13 through 27 of this Resolution may be utilized by the Issuer for any lawful System purpose, including deposits to the Rate Stabilization Account pursuant to Section 7. Money in the Rate Stabilization Account shall be used as provided in the RSA Resolution.

Section 29. The Issuer shall assure that (i) not in excess of 10% of the proceeds of the bond is used for Private Business Use if, in addition, the payment of more than 10% of the principal or 10% of the interest due on the bond during the term thereof is, under the terms of the bond or any underlying arrangement, directly or indirectly secured by any interest in property used or to be used for a Private Business Use or in payments in respect of property used or to be used for a Private Business Use or is to be derived from payments, whether or not to the Issuer, in respect of property or borrowed moneys used or to be used for a Private Business Use; and (ii) that, in the event that both (A) in excess of 5% of the proceeds of the bond are used for a Private Business Use, and (B) an amount in excess of 5% of the principal or 5% of the interest due on the bond during the term thereof is, under the terms of the bond or any underlying arrangement, directly or indirectly, secured by any interest in property used or to be used for said Private Business Use or in payments in respect of property used or to be used for said Private Business Use or is to be derived from payments, whether or not to the Issuer, in respect of property or borrowed money used or to be used for said Private Business Use, then said excess over said 5% of proceeds of the bond used for a Private Business Use shall be used for a Private Business Use related to the governmental use of the Improvements.

The Issuer shall assure that not in excess of 5% of the proceeds of the bond are used, directly or indirectly, to make or finance a loan to persons other than state or local governmental units.

As used in this Section, "Private Business Use" means use directly or indirectly in a trade or business carried on by a natural person or in any activity carried on by a person other than a natural person, excluding, however, use by a state or local governmental unit and use as a member of the general public.

The Issuer covenants that it will not enter into any wholesale water contracts with non-governmental entities or modify existing wholesale water contracts with non-governmental entities if such contracts or modifications of existing contracts will cause a violation of this Section.

Section 30. The principal and interest installments shall be prepayable prior to maturity as provided in the bond form in Section 5 hereof.

Section 31. (a) As long as the bond is outstanding, the Issuer shall not issue or attempt to issue any bonds having or claimed to be entitled to a priority of lien on Revenues or Stabilized Net Revenues over the lien securing the bond.

(b) The Issuer may issue additional revenue bonds on a parity with the lien on Stabilized Net Revenues in favor of the bond provided that either there is no event of default with respect to the bond or any outstanding Parity Debt; and either

(1) The average annual Stabilized Net Revenues for the immediately preceding two calendar years exceed an amount equal to not less than the sum of (i) 120% of the average annual debt service of the bond and the outstanding Parity Debt, and (ii) the maximum annual debt service on the proposed Parity Debt. Until such time as the Issuer has issued debt secured by the Watershed Protection Fees, the Issuer may include the revenue generated by the Watershed Protection Fees when computing Stabilized Net Revenues under this Section; or

(2) The additional revenue bonds are being issued to refund any outstanding Parity Debt if the refunded Parity Debt is defeased on the date of delivery of the refunding Parity Debt and if the annual debt service of the refunding Parity Debt does not exceed the annual Debt Service of the Parity Debt in any Fiscal Year by more than \$5,000; or

(3) The additional revenue bonds constitute Short-Term Indebtedness and if immediately after incurrence of such Short-Term Indebtedness the outstanding principal amount of all Short-Term Indebtedness does not exceed 10% of budgeted net Revenues (Revenues less Operation and Maintenance Costs) of the System as shown on the annual budget for the current Fiscal Year.

(c) From and after the Stabilized Net Revenues Adjustment Date, the Issuer may issue or incur Special Debt Retirement Charge Indebtedness that is not Subordinate Indebtedness on the date issued or incurred.

(d) (1) The Issuer may issue Special Purpose Bonds for the purpose of financing or refinancing the cost of (i) Special Purpose Facilities in accordance with subsection (d)(2) or (ii) those matters that may be funded by the Watershed Protection Fee in accordance with subsection (d)(3).

(2) The Special Purpose Bonds referred to in this subsection shall be payable as to principal, redemption premium, if any, and interest solely from rentals or other charges derived by the Issuer under and pursuant to a lease or leases relating to the Special Purpose Facilities entered into by and between the Issuer, as lessor, and such person, firm, or corporation, either public or private, as shall lease the Special Purpose Facilities from the Issuer. Before any Special Purpose Facilities shall be constructed or acquired by the Issuer under this subsection, the Issuer shall adopt a resolution describing in reasonable detail the Special Purpose Facilities to be constructed or acquired by the Issuer, authorizing the issuance of the Special Purpose Bonds to finance the cost of construction or acquisition of such Special Purpose Facilities and prescribing the rights, duties, remedies, and obligations of the Issuer and the holders, from time to time, of such Special Purpose Bonds. In addition, no such Special Purpose Bonds shall be issued by the Issuer to finance Special Purpose Facilities unless:

(A) there shall have been filed with the Issuer a Water Consultant's Certificate stating that:

(i) the estimated rentals or other charges to be derived by the Issuer under and pursuant to the lease or other agreement relating to the Special Purpose Facilities will be at least sufficient to pay the principal of and interest on such Special Purpose Bonds as and when the same become due and payable, all costs of operating and maintaining such Special Purpose Facilities not paid for by the lessee thereof, and all sinking fund, reserve, or other payments required by the resolution authorizing the Special Purpose Bonds as the same become due; and

(ii) the acquisition or construction and operation of such Special Purpose Facilities will not adversely affect the ability of the System to produce Stabilized Net Revenues at least equal to the Rate Covenant Requirement; and

(B) the Issuer has entered into a lease which shall be for a term at least as long as the period during which such Special Purpose Bonds are outstanding and unpaid and which shall provide for annual payments to the Issuer, in addition to all rentals and other charges for the use of the Special Purpose Facilities, of ground rent in an amount which is determined by the Issuer to be a fair and reasonable rental for the land on which said Special Purpose Facilities are situated.

(3) The Special Purpose Bonds referred to in this subsection shall be payable as to principal, redemption premium, if any, and interest solely from Watershed Protection Fees. No

such Special Purpose Bonds shall be issued by the Issuer to finance projects that may be funded by the Watershed Protection Fee unless there shall have been filed with the Issuer a Water Consultant's Certificate stating that the Watershed Protection Fees to be derived by the Issuer on an annual basis will be at least sufficient to pay the principal of and interest on such Special Purpose Bonds as and when the same become due and payable, and all sinking fund, reserve, or other payments required by the resolution authorizing the Special Purpose Bonds as the same become due.

(4) In the event the Issuer desires to issue Special Purpose Bonds secured by the revenue streams referred to in both subsections (d)(2) and (3), the Issuer shall comply with the requirements of both subsections (d)(2) and (3).

(e) The Issuer may issue Subordinate Indebtedness without limit as to amount.

Section 32. It is covenanted and agreed by the Issuer with the Bondholder, the Authority and Natural Resources that it will faithfully and punctually perform all duties with reference to the System required by the Constitution and laws of the State and by this Resolution, including, without limitation, the making and collecting of reasonable and sufficient rates lawfully established for services rendered by the System, segregating Revenues and applying them to the respective funds maintained pursuant to the this Resolution.

The Issuer covenants and agrees that the Bondholder shall have the protection of all the provisions of the Authorizing Legislation, and that the Issuer will diligently proceed to enforce those provisions to the end of the Bondholder realizing fully upon its security. And, if the Issuer shall fail to proceed within 30 days after written request shall have been filed by the Bondholder, the Bondholder may proceed to enforce all such provisions.

If there be any default in the payment of the principal of or interest on the bond, or if the Issuer defaults in any ADFA Bond Fund requirement or in the performance of any of the other covenants contained in this Resolution, the Bondholder may, by proper suit, compel the performance of the duties of the officials of the Issuer under the laws of the State. In the case of a default in the payment of the principal of and interest on the bond, the Bondholder may apply in a proper action to a court of competent jurisdiction for the appointment of a receiver to administer the System on behalf of the Issuer and the Bondholder with power to charge and collect (or by mandatory injunction or otherwise to cause to be charged and collected) rates sufficient to provide for the payment of the expenses of operation, repair and maintenance and to pay the bond and interest outstanding and to apply Revenues in conformity with this Resolution. When all defaults in principal and interest payments have been cured, the custody and operation of the System shall revert to the Issuer. No remedy herein conferred upon or reserved to the Bondholder is intended to be exclusive of any other remedy or remedies herein provided or provided by law, and every such remedy shall be cumulative and shall be in addition to every other remedy given hereunder or given by law. No delay or omission of the Bondholder to exercise any right or power accrued upon any default shall impair any such right or power or shall be construed to be a waiver of any default or an acquiescence therein; and every power and

remedy given by this Resolution to the Bondholder may be exercised from time to time and as often as may be deemed expedient.

No waiver of any default shall extend to or affect any other existing or any subsequent default or defaults or impair any rights or remedies consequent thereon. Any costs of enforcement of the bond or of any provision of this Resolution, including reasonable attorney's fees, shall be paid by the Issuer. The Authority may enforce all rights and exercise all remedies available to the Bondholder in the event the Financing Fee is not paid when due.

Nothing herein contained shall permit the levy of any attachment or execution upon any of the properties of the Issuer, nor shall any properties of the Issuer be subject to forfeiture by reason of any default hereunder, it being expressly understood and agreed by the Bondholder by the acceptance of the bond that the rights of the Bondholder are limited and restricted to the use and application of Revenues, funds and other moneys, securities and funds pledged under this Resolution.

Section 33. When the bond has been executed and sealed as herein provided, it shall be delivered to the Bondholder upon payment of all or a portion of the purchase price in accordance with the Agreement. Sale proceeds in the amount necessary to make all or a portion of the semiannual interest and Financing Fee payments due on each April 15 and October 15 to and including October 15, 2029 shall be applied, unless otherwise directed by the Issuer, to the payment of Financing Fees and interest on the bond on such dates. The balance of the sale proceeds shall be deposited, as and when received, in a special account of the Issuer hereby created in a bank that is a member of the Federal Deposit Insurance Corporation and designated the "2025A Water Construction Fund" (the "Construction Fund"). The moneys in the Construction Fund shall be used for reimbursing the Issuer for the costs paid in accomplishing the Improvements, expenses incidental thereto and the expenses of issuing the bond approved in accordance with the Agreement. Payments from the Construction Fund shall be by check or voucher signed by a person designated by the Issuer, and drawn on the depository. Each such check or voucher shall briefly specify the purpose of the expenditure.

Section 34. The terms of this Resolution shall constitute a contract among the Issuer, the Bondholder and Natural Resources and no variation or change in the undertaking herein set forth shall be made while the bond is outstanding unless consented to in writing by the Bondholder and Natural Resources.

Section 35. The Issuer agrees that it will keep proper records, books and accounts relating to the operation of the System, which shall be kept separate from all other records and accounts of the Issuer, in which complete and correct entries shall be made of all transactions relating to the operation of the System in accordance with generally accepted government accounting standards. Such books shall be available for inspection by the Bondholder and Natural Resources, or the agent or the representative of either, at reasonable times and under reasonable circumstances. The Issuer agrees to have its financial statements audited annually by an independent certified public accountant or the Legislative Joint Auditing Committee, Division of Legislative Audit of the State of Arkansas. The Issuer shall within 180 days after the end of

each Fiscal Year file with the Authority and National Resources its annual audited financial statements. If the Issuer's audited financial statements are not available by such date, the Issuer shall file such audited financial statements with the Authority and Natural Resources within 60 days after receipt thereof by the Issuer.

Section 36. The Issuer covenants and agrees that it will maintain the System in good condition and operate it in an efficient manner and at reasonable cost. The Issuer agrees that, to the extent comparable protection is not otherwise provided to the satisfaction of the Bondholder and Natural Resources, it will insure, and at all times keep insured in a responsible insurance company or companies selected by the Issuer and authorized and qualified under the laws of the State to assume the risk thereof, all above-ground structures of the System against loss or damage thereto in amounts and against such risks as are customarily insured against in connection with similar facilities and undertakings as the System. In the event of loss, the proceeds of such insurance shall be applied solely toward the reconstruction, replacement or repair of the System, and in such event the Issuer will, with reasonable promptness, cause to be commenced and completed the reconstruction, replacement and repair work.

Section 37. The provisions of this Resolution are hereby declared to be separable, and if any provision shall for any reason be held illegal or invalid, it shall not affect the validity of the remainder of this Resolution.

Section 38. Reference in this Resolution to "Bondholder" shall include the original Bondholder or any registered assign thereof.

Section 39. All resolutions and parts thereof in conflict herewith are hereby repealed to the extent of such conflict.


PASSED: June 12, 2025.

ATTEST:



Kevin Newton, Secretary-Treasurer

APPROVED:



Carmen Smith, Chair

(SEAL)

CERTIFICATE

The undersigned, Secretary of Central Arkansas Water, hereby certifies that the foregoing pages are a true and perfect copy of Resolution No. 2025-05, adopted at a regular session of the Board of Commissioners of Central Arkansas Water, held at the regular meeting place in the City of Little Rock, Arkansas at 2:00 o'clock p.m., on the 12 day of June, 2025.

GIVEN under my hand and seal on this 12 day of June, 2025.



Secretary

(SEAL)

RESOLUTION 2025-06

A RESOLUTION OF AUTHORIZATION TO APPLY FOR AN ARKANSAS COMMUNITY ASSISTANCE GRANT PROGRAM GRANT TO ASSIST WITH THE COSTS OF RENOVATING THE JAMES T. HARVEY ADMINISTRATION BUILDING IN DOWNTOWN LITTLE ROCK; AND FOR OTHER PURPOSES

WHEREAS, Central Arkansas Water ("CAW") intends to renovate the James T. Harvey Administration Building ("JTH"); and

WHEREAS, following fifty years of use, the condition of the JTH calls for a full renovation in order to ensure a safe and productive working environment for staff, commissioners, and guests of JTH for the next fifty years; and

WHEREAS, the Arkansas Community Assistance Grant Program ("ACAGP") provides grant funds to cities, counties, and non-profit organizations of the State of Arkansas for eligible community and economic development projects and eligible non-profit organization projects; and

WHEREAS, the amount of funding from ACAGP to any one (1) project in any state fiscal year shall not exceed \$1,500,000; and

WHEREAS, the submission of an application for grant funding for a portion of the cost of the renovation of JTH is a worthwhile pursuit.

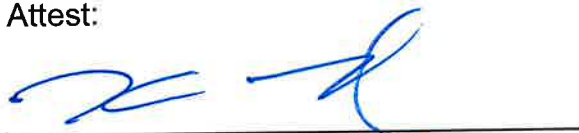
NOW, THEREFORE, BE IT RESOLVED, BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER THAT:

Section 1. The Board of Commissioners directs staff of CAW to apply for grant funding for the upcoming renovation of JTH to ACAGP in an amount not to exceed \$1,500,000 in each of one or more state fiscal years.

Section 2. This Resolution shall be in effect upon its adoption and approval.

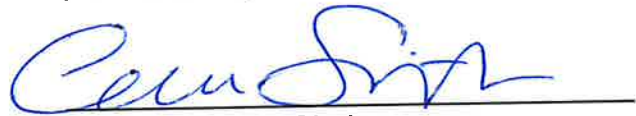
ADOPTED: [June 12, 2025]

Attest:



Kevin Newton, Secretary-Treasurer

APPROVED:



Carmen Smith, Chair

CERTIFICATE

STATE OF ARKANSAS)
)
COUNTY OF PULASKI)

I, Kevin Newton, Secretary-Treasurer of Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-06 of the Resolutions of Central Arkansas Water, entitled: **A RESOLUTION OF AUTHORIZATION TO APPLY FOR AN ARKANSAS COMMUNITY ASSISTANCE GRANT PROGRAM GRANT TO ASSIST WITH THE COSTS OF RENOVATING THE JAMES T. HARVEY ADMINISTRATION BUILDING IN DOWNTOWN LITTLE ROCK; AND FOR OTHER PURPOSES**, adopted June 12, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand this 12th day of June 2025.



Kevin Newton, Secretary-Treasurer
Board of Commissioners, Central Arkansas Water

RESOLUTION 2025-07

A RESOLUTION TO FIND THE REQUIREMENTS OF COMPETITIVE BIDDING FOR THE PROCUREMENT OF THE ELECTRIC RESILIENCE PROJECT IS NEITHER FEASIBLE NOR PRACTICAL AND TO WAIVE THE REQUIREMENTS OF COMPETITIVE BIDDING FOR SUCH PROCUREMENT

WHEREAS, staff of Central Arkansas Water ("CAW") intends to evaluate opportunities to bolster its electrical resilience at its downtown administration facilities; and

WHEREAS, "electric resilience" means a source of energy that provides an alternative source of electricity for the administration building thereby increasing the resilience of the administration building; and

WHEREAS, a suitable electric resilience project for CAW will be a complex product that must meet the technical and reliability requirements of CAW, and CAW should only consider purchasing the electric resilience solution from a trustworthy, reputable, and experienced vendor; and

WHEREAS, CAW would like to consider the qualifications of electric resilience vendors in addition to bid prices; and

WHEREAS, the price of the electric resilience project will exceed \$35,000; and

WHEREAS, generally, Arkansas law requires each public body of cities of the first-class including CAW to employ a formal competitive bidding procedure for each procurement of goods or services of which the public body's expenditure exceeds \$35,000; and

WHEREAS, Arkansas law permits the governing body of such public body to waive the requirements of competitive bidding in exceptional situations where such formal competitive bidding procedure is deemed not feasible or practical.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER THAT:

Section 1: Due to the complexity of the electric resilience project and the interest of CAW in procuring the electric resilience solution that meets its technical and reliability needs at a reasonable price from a trustworthy, reputable, and experienced vendor, the Board of Commissioners of CAW ("Commission") finds that the employing of a formal competitive bidding procedure for the procurement the electric resilience project is neither feasible nor practical.

Section 2: The Commission hereby waives the requirements of competitive bidding for the procurement of the electrical resilience project for the downtown administration facilities.

Section 3: This Resolution shall be in effect immediately upon its adoption.

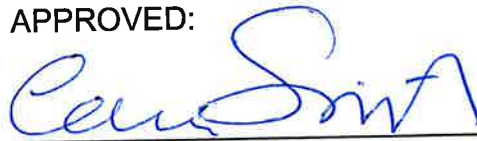
ADOPTED: [June 12, 2025]

Attest:



Kevin Newton, Secretary-Treasurer

APPROVED:



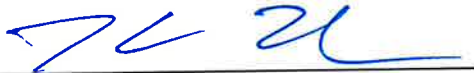
Carmen Smith, Chair

CERTIFICATE

STATE OF ARKANSAS)
)
COUNTY OF PULASKI)

I, Kevin Newton, Secretary-Treasurer of Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-07 of the Resolutions of Central Arkansas Water, entitled: **A RESOLUTION TO FIND THE REQUIREMENTS OF COMPETITIVE BIDDING FOR THE PROCUREMENT OF THE ELECTRIC RESILIENCE PROJECT IS NEITHER FEASIBLE NOR PRACTICAL AND TO WAIVE THE REQUIREMENTS OF COMPETITIVE BIDDING FOR SUCH PROCUREMENT.**

IN WITNESS WHEREOF, I have hereunto set my hand this 12th day of June 2025.



Kevin Newton, Secretary-Treasurer
Board of Commissioners, Central Arkansas Water

RESOLUTION NO. 2025-08

A RESOLUTION DESIGNATING AND AUTHORIZING THE CHIEF EXECUTIVE OFFICER, THE CHIEF OPERATING OFFICER, THE CHIEF ADMINISTRATIVE OFFICER, AND THE DIRECTOR OF FINANCE OF CENTRAL ARKANSAS WATER TO EXECUTE CERTAIN DOCUMENTS IN CONNECTION WITH THE DRINKING WATER STATE REVOLVING FUND LOAN PROGRAM ADMINISTERED BY THE ARKANSAS NATURAL RESOURCES COMMISSION FOR LOW TO MODERATE HOUSEHOLD SERVICE LINE INSTALLATION AS PART OF THE WEST PULASKI PROJECT.

WHEREAS, Central Arkansas Water ("CAW") is a consolidated municipal water system, created and existing under the Consolidated Waterworks Authorization Act, Act 982 of the 83rd General Assembly of the State of Arkansas; and

WHEREAS, CAW has determined that it will be necessary to issue water revenue bonds in an aggregate principal amount not to exceed \$1,200,000 with principal forgiveness (the "Bonds") for the purposes of funding the installation of service lines from the house to the water meter box for low to moderate income households in the West Pulaski Distribution System Project (the "West Pulaski LMI Service Line Program"); and

WHEREAS, proceeds of the bonds will also be used to finance the costs of issuing the bonds and fulfilling the purpose of the West Pulaski LMI Service Line Program;

WHEREAS, the Arkansas Natural Resources Commission ("ANRC") has previously approved issuance of the Bonds for the LMI Service Line Program;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER, AS FOLLOWS:

Section 1. That C. Tad Bohannon, as Chief Executive Officer, is hereby authorized and directed to execute the bond purchase agreement with ANRC and the Arkansas Development Finance Authority ("ADFA"), once such agreement is approved by the Commission, to memorialize the terms and conditions of a loan from the Drinking Water State Revolving Fund Loan Program (the "Program") administered by ANRC to fund the West Pulaski LMI Service Line Program.

Section 2. That in the event C. Tad Bohannon is unavailable, either Blake Weindorf, as Chief Operating Officer, or Jo Courtney, as Chief Administrative Officer, is hereby authorized to execute, for an on behalf of CAW, a bond purchase agreement with ANRC and ADFA, once such agreement is approved by the Commission.

Section 3. That either Blake Weindorf, as Chief Operating Officer, or Jo Courtney,

as Chief Administrative Officer, is hereby authorized to execute, for and on behalf of CAW, such other documents and certificates as may be required by ANRC (i) for participation in the Program, or (ii) to satisfy CAW's obligations under the bond purchase agreement with ANRC and ADFA, once such agreement is approved by the Commission.

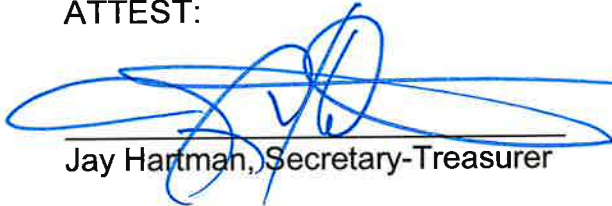
Section 4. That Cynthia Edwards, as Director of Finance, is hereby authorized to execute, for and on behalf of CAW, such other documents and certificates as may be required by ANRC (i) for participation in the Program, or (ii) to satisfy CAW's obligations under the bond purchase agreement with ANRC and ADFA, once such agreement is approved by the Commission.

Section 5. This Resolution shall be in effect from and after the date of its adoption.

ADOPTED: July 10, 2025

ATTEST:

APPROVED:


Jay Hartman, Secretary-Treasurer


Kandi Hughes, Chair

CERTIFICATE

STATE OF ARKANSAS)
)
COUNTY OF PULASKI)

I, Jay Hartman, Secretary-Treasurer of the Board of Commissioners, Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-08 of the Resolutions of Central Arkansas Water, entitled: A RESOLUTION DESIGNATING AND AUTHORIZING THE CHIEF EXECUTIVE OFFICER, THE CHIEF OPERATING OFFICER, THE CHIEF ADMINISTRATIVE OFFICER, AND THE DIRECTOR OF FINANCE OF CENTRAL ARKANSAS WATER TO EXECUTE CERTAIN DOCUMENTS IN CONNECTION WITH THE DRINKING WATER STATE REVOLVING FUND LOAN PROGRAM ADMINISTERED BY THE ARKANSAS NATURAL RESOURCES COMMISSION FOR LOW TO MODERATE HOUSEHOLD SERVICE LINE INSTALLATION AS PART OF THE WEST PULASKI PROJECT, adopted July 10, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand this 10th day of July 2025.



Jay Hartman, Secretary-Treasurer
Central Arkansas Water Board of Commissioners

RESOLUTION NO. 2025-09

A RESOLUTION APPROVING NOTICE TO THE CITIES OF LITTLE ROCK AND NORTH LITTLE ROCK DECLARING THE INTENT OF CENTRAL ARKANSAS WATER TO ISSUE WATER REVENUE BONDS; APPROVING SETTING A DATE FOR A PUBLIC HEARING ON THE ISSUANCE OF THE BONDS; AND PRESCRIBING OTHER MATTERS RELATING THERETO.

WHEREAS, Central Arkansas Water ("CAW") is a consolidated municipal water system, created and existing under the Consolidated Waterworks Authorization Act, Act 982 of the 83rd General Assembly of the State of Arkansas; and

WHEREAS, CAW has determined that it will be necessary to issue water revenue bonds in an aggregate principal amount not to exceed \$1,200,000 with principal forgiveness (the "Bonds") for the purpose of funding the installation of service lines from the house to the water meter box for low to moderate income households in the West Pulaski Distribution System Project (the "West Pulaski LMI Service Line Program"); and

WHEREAS, CAW proposes to obtain funds to implement the West Pulaski LMI Service Line Program and to pay issuance expenses from the proceeds of the Bonds to be purchased by the Arkansas Development Finance Authority ("ADFA") under the Drinking Water State Revolving Loan Fund Program (the "WRLF Program") administered by the Arkansas Natural Resources Commission ("ANRC"); and

WHEREAS, the agreement that created CAW requires at least one public hearing on any proposed bond issuance and requires that CAW give three months' notice to the governing bodies of Little Rock and North Little Rock;

NOW, THEREFORE BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER:

Section 1. So long as the proceeds of the Bonds are expended to complete the West Pulaski LMI Service Line Program, the Bonds will not be repaid, but forgiven, and CAW is not obligated to repay the Bonds because the Bonds are subject to principal forgiveness, which includes costs of issuance, interest and servicing fee (if any), and principal drawn to fulfill the West Pulaski LMI Service Line Program.

Section 2. The Chief Executive Officer is hereby instructed to give notice to the governing bodies of the Cities of Little Rock and North Little Rock that CAW intends to issue the Bonds, in an amount not to exceed \$1,200,000, the principal and interest (if any) of which shall be forgiven as set forth in Section 1.

Section 3. The Director of Finance is hereby instructed to schedule a public hearing on the issuance of the Bonds.


Section 4. The issuance of the Bonds through the WRLF Program is hereby approved and the Chief Executive Officer, Chief Legal Counsel, Director of Finance, and other officers and employees of CAW are hereby authorized and directed to carry out or cause to be carried out all appropriate actions, to execute such other certificates or documents to evidence authority as authorized herein, and to take such other actions as they, in consultation with bond counsel, shall consider necessary or advisable in connection with this Resolution in order to prepare for the sale of the Bonds to ADFA.

Section 5. This Resolution shall be in effect upon its adoption and approval.

Section 6. A copy of this Resolution shall be filed in the corporate offices of CAW where it will be available for public inspection.

ADOPTED: July 10, 2025

Attest:



Jay Hartman, Secretary-Treasurer

APPROVED:



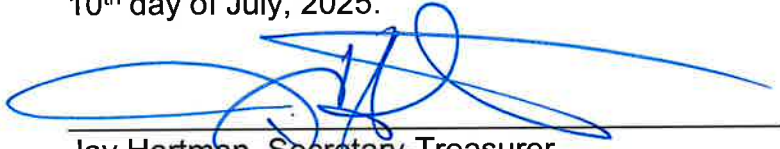
Kandi Hughes, Chair

CERTIFICATE

STATE OF ARKANSAS)
)
COUNTY OF PULASKI)

I, Jay Hartman, Secretary-Treasurer of the Board of Commissioners, Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-09 of the Board of Commissioners of Central Arkansas Water, entitled: **A RESOLUTION APPROVING NOTICE TO THE CITIES OF LITTLE ROCK AND NORTH LITTLE ROCK DECLARING THE INTENT OF CENTRAL ARKANSAS WATER TO ISSUE WATER REVENUE BONDS; APPROVING SETTING A DATE FOR A PUBLIC HEARING ON THE ISSUANCE OF THE BONDS; AND PRESCRIBING OTHER MATTERS RELATING THERETO**, adopted July 10, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand and seal of office on this 10th day of July, 2025.



Jay Hartman, Secretary-Treasurer
Central Arkansas Water Board of Commissioners

RESOLUTION 2025-10

**A RESOLUTION AUTHORIZING THE PURCHASE OF A
CONSERVATION EASEMENT IN THE LAKE MAUMELLE
WATERSHED; AND FOR OTHER PURPOSES**

WHEREAS, Lake Maumelle is the primary raw water source for Central Arkansas Water ("CAW") and its nearly five hundred thousand (500,000) customers; and

WHEREAS, Lake Maumelle produces eighteen billion (18,000,000,000) gallons of pristine raw water every year for the service of such customers; and

WHEREAS, the management of this natural resource is a core function of CAW, and the abatement of widespread development in the Lake Maumelle Watershed is critical to its long-term preservation; and

WHEREAS, the purchase by CAW of real property interests including but not limited to conservation easements in the Lake Maumelle Watershed is a continuous endeavor of CAW in the furtherance of CAW's long-term preservation goals; and

WHEREAS, CAW has negotiated terms of the purchase of a conservation easement on approximately FIFTY-FOUR (54) ACRES of real property ("Conservation Easement") in the Lake Maumelle watershed from KEITH AND RAYMA JEAN HAWKINS LIVING TRUST ("Seller"), of which Keith Hawkins and Rayma Jean Hawkins are the trustees and beneficiaries, for a total purchase price of ONE HUNDRED TWENTY-FOUR THOUSAND and 00/100 DOLLARS (\$124,000.00) ("Purchase Price"); and

WHEREAS, the purchase is subject to approval of the Board of Commissioners of CAW ("Commission"); and

WHEREAS, the Commission, based upon the recommendations of staff, determines that the purchase of Conservation Easement serves the best interests of CAW and its ratepayers and supports the Commission's long-term goal of ensuring the highest quality of raw water in Lake Maumelle.

**NOW, THEREFORE, BE IT RESOLVED, BY THE BOARD OF
COMMISSIONERS OF CENTRAL ARKANSAS WATER:**

Section 1. The purchase of the Conservation Easement upon and in accordance with the terms as negotiated is hereby approved.


Section 2. Each of the Chief Executive Officer, the Chief Administrative Officer, and the Chief Operating Officer is hereby authorized and directed, as necessary or required, to deliver the Purchase Price and to execute and acknowledge documents as necessary to complete the purchase of the Conservation Easement in accordance with the terms of the Agreement.

Section 3. This Resolution shall be in effect upon its adoption and approval.

Section 4. A copy of this Resolution shall be filed in the administrative offices of CAW, where it will be available for public inspection.

ADOPTED: [August 14, 2025]

Attest:



Jay Hartman, Secretary-Treasurer

APPROVED:



Kandi Hughes, Chair

CERTIFICATE

STATE OF ARKANSAS)
) ss
COUNTY OF PULASKI)

I, Jay Hartman, Secretary-Treasurer of the Board of Commissioners, Central Arkansas Water, do hereby certify that the foregoing is a true and correct copy of Resolution 2025-10 of the Resolutions of Central Arkansas Water, entitled: **A RESOLUTION AUTHORIZING THE PURCHASE OF A CONSERVATION EASEMENT IN THE LAKE MAUMELLE WATERSHED; AND FOR OTHER PURPOSES**, adopted August 14, 2025.

IN WITNESS WHEREOF, I have hereunto set my hand this 14th day of August 2025.



Jay Hartman, Secretary-Treasurer
Central Arkansas Water Board of Commissioners

RESOLUTION 2025-11

A RESOLUTION TO ESTABLISH A FIXED DEBT SURCHARGE FOR CUSTOMERS OF CENTRAL ARKANSAS WATER WHO RESIDE WITHIN THE UNSERVED AREA OF WESTERN PULASKI COUNTY; AND FOR OTHER PURPOSES

WHEREAS, on February 13, 2020, the Board of Commissioners of Central Arkansas Water (“Commission”) adopted Resolution 2020-13 by which the Commission established its intent to fund improvements within an unserved area of wester Pulaski County with debt and to fund repayment of that debt with a surcharge not to exceed \$125.00 per meter per month; and

WHEREAS, in consideration of loan terms approved by the Arkansas Natural Resources Commission, grants and other funding from other sources, the phased construction process, and the fact that surcharge collections will begin immediately even though repayment of the debt does not begin until October 15, 2027, the Chief Executive Officer of CAW has recommended that the Commission fix the monthly debt service charge payable for each meter serving a customer at sixty two dollars and 50/100 (\$62.50) for meters sized 3/4” and below, and one hundred and twenty five dollars and 00/100 (\$125.00) for meters sized 1” and above, commencing the first billing period after August 14, 2025, and continuing thereafter until such debt is paid in full or it is determined that the surcharge revenues collected from customers within the area to be served by the improvements financed with the bonds are inadequate to meet CAW’s repayment obligations for the debt.

NOW, THEREFORE, BE IT RESOLVED THAT THE BOARD OF COMMISIONERS OF CENTRAL ARKANSAS WATER THAT:

Section 1. Beginning with the first billing period in the western Pulaski County service area after August 14, 2025, and continuing until the debt issued by the Commission for the capital improvements necessary for CAW to serve the unserved area of west Pulaski County, Arkansas, in and around the Ferndale area is paid in full, or it is determined that the surcharge revenues collected from customers within the areas to be served by the improvements are inadequate to meet CAW’s obligations under the financing documents, the monthly surcharge payable for each meter by the CAW account holder of each customer within such area shall be:

Meter Size	Monthly Surcharge per meter
3/4” & below	\$62.50

1" & above	\$125.00
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Section 2. In the event additional grant or other monies are raised to offset the costs of constructing the improvements, the monthly surcharge may be reduced.

Section 3. The provisions of this Resolution are separable, and, if any portion, section, provision, or phrase of this Resolution shall be declared invalid or unconstitutional, such action shall not affect the validity of the remainder of this Resolution.

Section 4. This Resolution shall be in effect upon its adoption and approval.

Section 5. A copy of this Resolution shall be filed in the corporate offices of CAW where it will be available for public inspection.

ADOPTED: August 14, 2025

ATTEST:


Jay Hartman, Secretary-Treasurer

APPROVED:


Kandi Hughes, Chair

RESOLUTION 2025-12

A RESOLUTION TO EXPRESS THE WILLINGNESS OF CENTRAL ARKANSAS WATER TO UTILIZE FEDERAL RECREATIONAL TRAILS PROGRAM FUNDS

WHEREAS, Central Arkansas Water has received a Recreational Trails Program grant from the Arkansas Department of Transportation to fashion a project that will complete a 2,850-foot trail system by paving 1,850 feet of existing trail and rehabilitating 1,000 feet of soft surface trail starting at Bringle Creek Access before looping back to start; and

WHEREAS, Central Arkansas Water understands that federal Recreational Trails Program funds are available at 80% federal participation and 20% local match to develop or improve the Maumelle River Recreation Area; and

WHEREAS, Central Arkansas Water understands that federal funds are available for this project on a reimbursable basis, requiring work to be accomplished and proof of payment to be presented prior to actual monetary reimbursement; and

WHEREAS, this project will be open and available for use by the general public and maintained by Central Arkansas Water for the life of the project.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF CENTRAL ARKANSAS WATER THAT:

Section 1. Central Arkansas Water will participate in accordance with its designated responsibility including the commitment of \$22,000 as matching funds for the construction of the trail system.

Section 2. Each of the Chief Executive Officer, the Chief Operating Officer, and the Chief Administrative Officer is hereby authorized and directed to execute all appropriate agreements, contracts, and other documents for the construction of the trail system.

Section 3. The Board of Commissioners of Central Arkansas Water pledges its full support and hereby authorizes the Arkansas Department of Transportation to initiate action to implement this project.

Section 4: This resolution shall be in effect immediately upon its adoption.

Section 5: A copy of this resolution shall be filed in the administrative offices of CAW, where it will be available for public inspection.

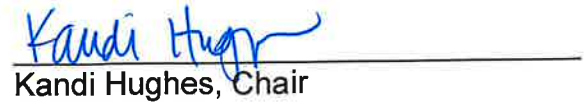
ADOPTED: November 13, 2025

Attest:



Jay Hartman, Secretary-Treasurer

APPROVED:



Kandi Hughes, Chair

