

RESOLUTION

STONEHOUSE WATER STORAGE TANKS COSTS PARTICIPATION AGREEMENT

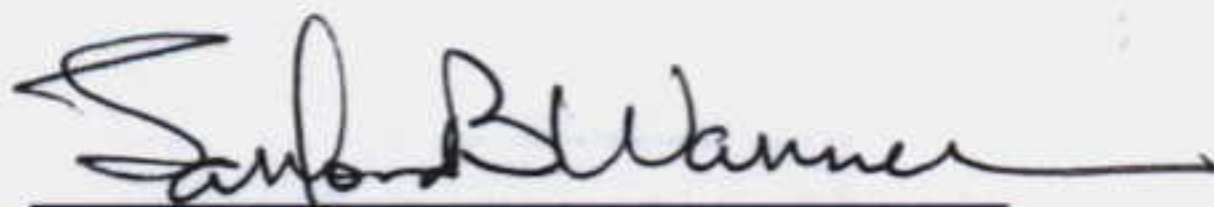
- WHEREAS, the James City Service Authority desires to construct at least a 1.0 million gallon elevated water storage tank in the Stonehouse Commerce Park to serve the water storage needs of the Central Water System; and
- WHEREAS, Stonehouse Capital, LLC will, in the very near future, construct a waterline in Fieldstone Parkway that will connect the Stonehouse Development to the Central Water System; and
- WHEREAS, planned growth in the Stonehouse Development will necessitate the addition of water storage in the development in the near future and the Stonehouse Master Water Plan provides for a 500,000-gallon capacity groundwater storage facility as the next water storage component of the development at an estimated costs of \$400,000; and
- WHEREAS, the James City Service Authority Staff and representatives of Stonehouse Capital, LLC have agreed that diversion of the costs to build the planned ground level storage tank to the larger elevated tank would be of mutual benefit; and
- WHEREAS, James City Service Authority staff in conjunction with the County Attorney and representatives of Stonehouse Capital, LLC have prepared an agreement providing the terms for Stonehouse to make the cash contribution to the elevated tank in lieu of building a separate, smaller, ground level water tank.
- NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the James City Service Authority, James City County, Virginia, authorizes the General Manager to sign the agreement proving the terms for the cash contribution by Stonehouse Capital, LLC.



Jay T. Harrison, Sr.
Chairman, Board of Directors

<u>DIRECTOR</u>	<u>VOTE</u>
BRADSHAW	AYE
GOODSON	AYE
BROWN	AYE
MCGLENNON	AYE
HARRISON	AYE

ATTEST:



Sanford B. Wanner
Secretary to the Board

Adopted by the Board of Directors of the James City Service Authority, James City County, Virginia, this 14th day of December, 2004.