

RESOLUTION

B – 11 – 20 – 2025

RESOLUTION OF THE CAVELAND SANITATION AUTHORITY, INC. APPROVING AND AUTHORIZING THE IMPLEMENTATION OF A SEWER RATE ADJUSTMENT OF FIVE PERCENT EACH YEAR THROUGH 2030, A WATER RATE INCREASE OF TWELVE AND A HALF PERCENT IN 2027 AND 2029.

WHEREAS, the Board of Directors of the Caveland Sanitation Authority, Inc. (the “Authority”) has determined that it is in the public interest to construct a plant expansion at the Horse Cave Treatment Plant (the “Project”) for the Authority’s sewer system (the “System”).

WHEREAS, the Authority desires the Kentucky Infrastructure Authority (the “Authority”) to act as its agency and instrumentality for the purpose of providing monies to finance the cost of said Project and has made an application to the Agency; therefore, and

WHEREAS, to obtain such monies, the Authority is required to meet a debt ratio of 1.1 to meet the Authority requirements.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Caveland Sanitation Authority, Inc., as follows:

- 1. Authorization of the Agreement and the Loan Thereunder.** To implement said rate increases of five percent (5%) in the years of 2026, 2027, 2028, 2029, and 2030 for the wastewater systems, and a twelve and a half percent (12.5%) increase in the years of 2027 and 2029 for the water systems of the Authority.
- 2. Chairman and Other Authority Officials to Take Any Other Necessary Action.** Pursuant to the Constitution and Laws of the Commonwealth of Kentucky, the Chairman, the Treasurer, the Secretary and all other appropriate officials of the Authority are hereby authorized and directed to file any and all applications necessary to obtain approval of the issuance of the Loan and to take any and all further action and to execute and deliver all other documents as may be reasonably necessary to effect the issuance and delivery of the Loan and the Assistance Agreement.
- 3. Captions of Clauses.** The captions of this Resolution are for convenience only and are not to be construed as part of this Resolution nor as defining or limiting in any way the scope or intent of the provisions hereof.

- 4. Provisions in Conflict Repealed.** All resolutions and orders, or parts thereof, in conflict with the provisions of this Resolution, are, to the extent of such conflict, hereby repealed.
- 5. Effective Date of Resolution.** This Resolution shall take effect from and after its adoption and approval.

Adopted on November 20, 2025.

Caveland Sanitation Authority, Inc.

By _____
Chairman

Attest:

By _____
Secretary

CERTIFICATE

I, the undersigned, hereby certify that I am the duly qualified and acting Secretary of the Caveland Sanitation Authority, Inc.; that the foregoing is a full, true, and correct copy of a Resolution adopted by the Board of Directors of the Caveland Sanitation Authority, Inc. at a regular meeting duly held on November 20, 2025; that said official action appears as a matter of public record in the official records or journal of the Board of Directors; that said meeting was held in accordance with all applicable requirements of Kentucky law, including KRS 61.810, 61.815, 61.820 and 61.823; that a quorum was present at said meeting; that said official action has not been modified, amended, revoked or repealed and is now in full force and effect.

IN TESTIMONY WHEREOF, witness my signature this November 20, 2025.

Secretary