The faith and credit of the Town are pledged to the payment of the bonds. The Town is authorized and required to levy on all real property taxable by the Town such ad valorem taxes as may be necessary to pay the bonds and the interest thereon without limitation as to rate or amount.

Each proposal must be accompanied by a certified or bank cashier's check or checks for $1,400, drawn upon an incorporated bank or trust company and payable to the order of the Town of Elkton, to secure the Town against any loss resulting from a failure of the bidder to comply with the terms of his proposal. The check or checks of the bidder whose proposal is accepted will be deposited by the Town and credited on the purchase price. The proceeds of the check or checks will be retained by the Town as liquidated damages in case the bidder failes to accept delivery of and pay for the bonds. Checks of unsuccessful bidders will be returned upon the award of the bonds. The right to reject any or all of the proposals is hereby reserved.

The approving opinion of Messrs. Reed, Hoyt, Taylor & Washburn, of New York City, will be furnished the purchaser, without cost.

Each proposal should be enclosed in a sealed envelope marked "Proposal for Bonds" and should be directed to the undersigned Clerk of Council, Elkton, Virginia.

Dated, February 29, 1956.

H G Frey
Clerk of Council

(2) The Clerk of Council is hereby authorized and directed to publish a copy of such Notice of Sale in Bond Buyer, a newspaper published in New York City, Sealed proposals for the purchase of the bonds described in said notice shall be received and considered pursuant to and in accordance with said notice.

The preceeding Resolution III was moved for adoption by councilman H. S. Hensley seconded by E. H. Shults and was passed unanimously by the Council.

Mr. W. T. Bleckburn, representing Blue Cross and Blue Shield Insurance Co, explained to the Council their Hospital and Medical Service plan for the Town Employees. The Council will make a study of same untill a later date.

Thos Eadie Moved Ed. Shults seconded and passed to reccomend the names of W. W. Von Seldeneck and C. Z. Hisey to serve with Joe Eye. Joe Early and Elmore Leap on the Board of Zoning Appeals.

Thomas Eadie presented a written copy of a complaint from B. W. Miller in which he objected to the building of a residence requested by Bobby Gooden to be built on the corner of E St. and Lee Ave.: After discussion it was so moved by Ed. Shults seconded by Thos Eadie and passed by all except H. A. Workman to reject the building permit as presented because it is not in accordance with our zoning laws.

No futher business we had a motion to adjourn.

H G Frey
Recorder

Approved: Floyd M. Ellis
Mayor

this bond until it shall mature at the rate of _____ _____ per centum (_____%) per annum, payable semi-annually on March 1 and September 1 in each year, upon presentation and surrender of the annexed coupons therefor attached hereto as they severally mature. Both principal of and interest on this bond are payable at the office of the Peoples National Bank of Charlottesville, in Elkton, Virginia, in any coin or currency of the United States of America which at the time for payment is legal tender for payment of public and private debts.

This bond is one of an issue of bonds of like date and tenor, except as to number and maturity, and is issued pursuant to Article 4 of Chapter 19 of Title 15 of the Code of Virginia 1950, and resolutions duly adopted by the Council of the Town on February 29, 1956, to finance the cost of improving the sanitary sewer system maintained by the Town.

It is hereby certified and recited that all conditions, acts and things required by the Constitution or statutes of the State of Virginia to Exist, be performed or happen precedent to or in the issuance of this bond, exist, have been performed and have happened, and that the issue of bonds of which this is one, together with all other indebtedness of the Town, is within every debt and other limit prescribed by said Constitution or statutes. The faith and credit of the Town are hereby pledged to the punctual payment of the principal of and the interest on this bond in accordance with its terms.

IN WITNESS WHEREOF, the Town has caused its corporate seal to be affixed hereto or impressed hereon, and this bond to be signed by its Mayor and attested by its Clerk of Council, and the annexed coupons to be authenticated by the facsimile signatures of said Mayor and Clerk of Council, and this bond to be dated March 1, 1956.

_____
Mayor

H G Frey
_____
Clerk of Council

(FORM OF INTEREST COUPON)

No.___ $_____

March,

On the first day of September, 19___, the Town of Elkton, Virginia, will pay to bearer

_____DOLLARS ($_____)

at the office of the Peoples National Bank of Charlottesville, in Elkton, Virginia, in any coin or currency of the United States of America which at the time of payment is legal tender for the payment of public and private debts, being the semi-annual interest then due on its Sanitary Sewer System Improvement Bond, dated March 1, 1956, No.____.

_____
Mayor

H G Frey
_____
Clerk of Council

Section 2. The Mayor and the Clerk of Council are hereby authorized and directed to cause said bonds to be prepared and to execute said bonds in accordance with their provisions.

The preceeding Resolution II was moved for adoption by counclman H. A. Workman, seconded by E. F. Garber and passed unanimously by the Council.

RESOLUTION III

Whereas, the Town Council desires to make provision for the sale of the $70,000 Sanitary Sewer System Improvement Bonds of the Town of Elkton which are to be issued pursuant to the resolution adopted by the Town Council on February 29, 1956; NOW, THEREFORE,

BE IT RESOLVED by the Town Council of the Town of Elkton as follows:

(1) The $70,000 Sanitary Sewer System Improvement Bonds of the Town of Elkton Which are to be issued pursuant to the resolution adopted by the Town Council on February 29, 1956, and which are described in the Notice of Sale hereinafter set forth, shall be sold at public sale pursuant to and in accordance with the following notice of sale:

NOTICE OF SALE
TOWN OF ELKTON, VIRGINIA
$70,000 SANITARY SEWER SYSTEM IMPROVEMENT
BONDS

The Town of Elkton, a municipal corporation of the State of Virginia, will receive sealed proposals for the purchase of the bonds of such Town hereinafter described, at the regular meeting room of the Town Council in Elkton, Virginia, until 8 o'clock, p.m., Eastern Standard Time, on April 9, 1956, at which time all proposals received will be publicaly opened and considered by the Council.

The bonds consist of an issue of $70,000 Sanitary Sewer System Improvement Bonds, payable in annual installments on March 1 in each year as follows: $2,000 in each of the years 1957 to 1967, inclusive, $3,000 in each of the years 1968 to 1975, inclusive, and $4000 in each of the years 1976 to 1981, inclusive. The bonds are of the denomination of $1,000 each, andare dated March 1, 1956. Interest is payable semi-annually on March 1 and September 1. The bonds are coupon bonds without privilege of registration and are payable at the office of Peoples National Bank of Charlottesville, in Elkton, Virginia, in any coin or currency of the United States of America which, at the time of payment, is legal tender for the payment of public and private debts.

No proposal for less than all of the bonds will be considered. Bidders are invited to name the rate of interest which the bonds are to bear. The rate must be a multiple of one-quarter of one percentum or a multiple of one-tenth of one per centum, must not exceed five per centum (5%) per annum, and must be the same for all the bonds. The bonds will be awarded to the bidder offering to take them at the lowest rate of interest, at a price of not less than par and accrued interest. As between bidders naming the same rate of interest, the amount of premium will determine the award.

February 29, 1956

A special meeting of the Elkton Town Council was held in the Court Room on Feb. 29, 1956 at eight p.m. , with the Mayor F. M. Ellis presiding and the following councilmen being present; E. F. Garber, E. H. Shults, Thomas Eadie, W. J. Anthony, H. A. Workman, and H. S. Hensley.

The minutes of the last meeting were read.

Thomas Eadie presented and explained to the Council the Resolutions necessary for the issuance of $70,000.00 in bonds for the Town of Elkton to finance the cost of improving The Town's Sanitary Sewer System.

Resolution I

A RESOLUTION AUTHORIZING THE ISSUANCE OF $70,000 OF BONDS OF THE TOWN OF ELKTON TO FINANCE THE COST OF IMPROVING THE TOWN'S SANITARY SEWER SYSTEM.

Whereas, the Town of Elkton is authorized by law to make the improvements hereinafter described to the sanitary sewer system maintained by the Town for the collection and disposal of sewage and industrial wastes, and the Town Council desires to provide for the financing of the cost of such improvements; NOW, THEREFORE,

BE IT RESOLVED by the Town Council of the Town of Elkton as follows:

Section 1. The Town of Elkton Shall issue its negotiable bonds of the aggregate principal amount of $70,000, pursuant to and in accordance with the provisions of Article 4 of Chapter 19 of Title 15 of the Code of Virginia, in order to finance the cost of improving the sanitary sewer system maintained by said Town to provide for the disposal of sewage and industrial wastes, by constructing a suitable sewage treatment plant and the sewers necessary or suitable to connect such sewage treatment plant with the existing sanitary sewers and to dispose of the effluent from such plant, and by extending existing sewer lines.

Section 2. Said bonds shall be designated "Sanitary Sewer System Improvement Bonds" and shall consist of seventy bonds of the denomination of $1,000 each, numbered from 1 to 70, inclusive, in the order of their maturity, and shall be dated March 1, 1956, and shall be payable in annual installments on March 1 in each year as follows, viz.; $2,000 in each of the years 1957 to 1967, inclusive, $3,000 in each of the years 1968 to 1975, inclusive, and $4,000 in each of the years 1976 to 1981, inclusive.

Section 3. Said bonds shall bear interest from their date until their respective maturities, at a rate or rates which shall not exceed five per centum (5%) per annum, and such interest shall be payable semi-annually on March 1 and September 1.

Section 4. Said bonds shall be coupon bonds without date privilege of registration and said bonds and the interest coupons representing the interest payable thereon, to be attached to said

bonds, shall be in such form as may be hereafter prescribed by resolution of the Council. Both principal of and interest on said bonds shall be payable at the office of the Peoples National Bank of Charlottesville, in Elkton, Virginia, in any coin or currency of the United States of America which, at the time of payment, is legal tender for the payment of public and private debts. Each of said bonds shall be signed by the Mayor of said Town and shall be attested by the Clerk of Council of said Town and shall be sealed with the corporate seal of said Town. Each of said interest coupons shall be authenticated by the facsimile signatures of the Mayor and Clerk of Council who sign said bonds.

Section 5. The full faith and credit of said Town are hereby pledged to secure the payment of said bonds and the interest thereon. Ad valorem taxes on all property subject to taxation by saidTown shall be levied annually in an amount sufficient to pay said bonds and the interest thereon as the same become due and payable.

Section 6. All moneys received by said Town from the sale of said bonds shall be paid to the Town Treasurer of said Town and shall not be commingled with any other moneys of such Town but shall be deposited in a separate bank account or accounts in the name of said Town.

Section 7. Said bonds shall be sold at public sale as may be hereafter provided by resolution of the Council.

The preceeding "Resolution I" was moved for adoption by councilman W. J. Anthony, seconded by E. H. Shults and passed unanimously by the Town Council.

RESOLUTION II

WHEREAS, the Council of the Town of Elkton desires to make futher provision for the issuance of the $70,000 Sanitary Sewer System Improvement Bonds of the Town dated March 1, 1956, which are authorized by the resolution adopted by the Council on February 29, 1956; NOW, THEREFORE,

BE IT RESOLVED by the Council of the Town of Elkton as follows:

Section 1. Each of the Sanitary Sewer System Improvement Bonds dated March 1, 1956, hereinbefore described, and the interest coupons representing the interest payable thereon and the provisions for the registration of said bonds to be endorsed thereon shall be in substantially the following form:

(Form of Bond)

No.___ No.___

UNITED STATES OF AMERICA
STATE OF VIRGINIA
COUNTY OF ROCKINGHAM
TOWN OF ELKTON
SANITARY SEWER SYSTEM IMPROVEMENT BOND

$1,000 $1,000

The Town of Elkton (hereinafter referred to as "Town"), a municipal corporation of the State of Virginia, for value received, hereby acknowledges itself indebted and promises to pay to the bearer of this bond, the principal sum of
ONE THOUSAND DOLLARS ($1,000)
on March 1, 19__, and to pay interest thereon from the date of