

STATE OF ALABAMA)

SHELBY COUNTY)

20061101000539080 1/3 \$17.00
Shelby Cnty Judge of Probate, AL
11/01/2006 01:58:53PM FILED/CERT

NOTICE OF
STATUTORY MORTGAGE LIEN

Notice is hereby given, pursuant to Chapter 89B of Title 11 of the CODE OF ALABAMA 1975, Section 11-89B-1 et seq. (herein referred to as the "Enabling Law"), as follows:

1. The Board of Directors of The Water Works Board of the Town of Calera (the "Board"), has heretofore adopted a resolution approving a Third Supplemental Trust Indenture, dated as of September 1, 2006, with U.S. Bank National Association (the "Third Supplemental Indenture") authorizing the issuance of \$8,770,000 principal amount of Water Revenue Bonds, Series 2006 (the "Series 2006 Bonds") of the Board. The Series 2006 Bonds are being issued pursuant to a Trust Indenture dated as of February 1, 1998 (the "Original Indenture"), as supplemented and amended by a First Supplemental Trust Indenture, dated as of November 15, 2000 (the "First Supplemental Indenture"), a Second Supplemental Trust Indenture dated a of August 1, 2005, and the Third Supplemental Trust Indenture. The Original Indenture, the First Supplemental Indenture, the Second Supplemental Indenture and the Third Supplemental Indenture are herein collectively referred to as the "Indenture." The Series 2006 Bonds are being issued on a parity of lien with the Board's outstanding Water Revenue Bonds, Series 1998, dated February 1, 1998, Water Revenue Bonds, Series 2000, dated November 15, 2000, and Water Revenue Bonds, Series 2005, dated August 1, 2005.

2. The water system of the Board consists of facilities owned by the Board for the production, treatment, transmission, storage and sale of water located in Shelby County, Alabama, including, without limitation, wells, treatment plants, well sites, storage tanks, pumping facilities, mains, services, meters, valves, hydrants, and appurtenant facilities, and real property and interests therein.

3. The Series 2006 Bonds are dated September 1, 2006, are issued in registered form, without coupons, bearing interest at the following rates per annum, payable on each February 1 and August 1, beginning February 1, 2007, and are payable as to principal, on February 1 in the following years and amounts:

<u>Year of Maturity</u>	<u>Amount Maturing</u>	<u>Interest Rate</u>
2010	\$ 220,000	3.50%
2014	195,000	3.65
2018	235,000	3.75
2022	280,000	4.00
2026	310,000	4.00
2028	1,255,000	4.10
2034	4,500,000	4.35
2036	1,775,000	4.30

4. By virtue of the said laws of the State of Alabama and the proceedings authorizing the issuance of the Series 2006 Bonds, a statutory mortgage lien on the said system, including any replacements or extensions thereof and improvements or additions thereto, has been created in favor of the registered owners of the Series 2006 Bonds, and the system shall remain subject to such statutory mortgage lien until payment in full of the principal of and interest on such bonds, or until moneys sufficient for the payment of the principal thereof and interest thereon have been irrevocably deposited in trust for the payment thereof.

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IN WITNESS WHEREOF, the Board has caused this instrument to be executed in its name and on its behalf by the Chairman of its Board of Directors and attested by its Secretary and its corporate seal to be hereunto affixed on this 21st day of September, 2006.

THE WATER WORKS BOARD
OF THE TOWN OF CALERA

By Bobby Phillips
Chairman of its Board of Directors

SEAL

Attest: Linda Steen
Secretary

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SHELBY COUNTY)

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I, Connie B. Payton, a notary public in and for said County in said state, certify that Bobby Phillips, whose name as Chairman of the Board of Directors of The Water Works Board of the Town of Calera is signed to the foregoing notice, and who is known to me to be such officer, acknowledged before me on this date that, being informed of the contents of such notice, he, in his capacity as such officer and with full authority, executed the same voluntarily on the day the same bears date as and for the act of the said Board.

GIVEN under my hand and official seal this 26th day of September, 2006.

Connie B. Payton
Notary Public

NOTARIAL SEAL

NOTARY PUBLIC STATE OF ALABAMA AT LARGE
MY COMMISSION EXPIRES: Jan 22, 2009
BONDED THRU NOTARY PUBLIC UNDERWRITERS

My commission expires: _____

This Instrument was prepared by:

James L. Birchall
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