

RESOLUTION

WHEREAS, on May 22, 2012, the El Paso City Council ("City Council") requested that Mayor John Cook identify members to serve on a Blue Ribbon Committee to evaluate certain land management practices and policies of the Public Service Board/El Paso Water Utilities (the "PSB") and make recommendations to the Council regarding same;

WHEREAS, on June 12, 2012, the City Council approved a Resolution creating the City of El Paso Advisory Committee on Public Service Board Land Management ("Committee");

WHEREAS, the Committee will prepare and submit a report on its recommendations at a joint meeting of City Council and the PSB to be held no later than October 1, 2012; and

WHEREAS, the City Council would like to review the findings of the Committee prior to the approval of any additional City bonds payable from system revenues managed by the PSB.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF EL PASO, TEXAS, THAT

1. Unless the proposed improvements to be financed with bond proceeds are of such an urgent nature that they require immediate City action, the City Council hereby requests the PSB not submit for approval any additional City revenue bonds before the City Council has received the Committee's final formal report. To the extent the PSB believes that the proposed improvements are urgent and more immediate action is required, PSB staff should review the list of proposed improvements with the City's Deputy City Manager for Finance & Management Support Services ("DCM") or the City's Chief Financial Officer ("CFO") prior to submitting any requested approval to City Council. Any such submittal shall be accompanied by a written recommendation from the DCM or CFO that Council should consider the bond issuance before October 1, 2012, because of the urgent nature of the request.

2. After the effective date of the Resolution, the DCM or the CFO shall be involved in the bond issuance process with respect to all PSB system revenue bonds issued by the City and shall review all proposed bond covenants to confirm the documentation is not creating undue encumbrances on City owned real property.

3. This resolution shall take effect and be in force from and after its adoption, but shall not affect any previously approved bonds or bond ordinances authorizing bonds under any specified parameters. Upon delivery of the Committee's final formal report to

the PSB and City Council, this Resolution shall automatically terminate and be of no continuing force and effect.

APPROVED AND ADOPTED this ____ day of _____, 2012.

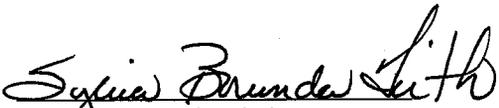
CITY OF EL PASO

John F. Cook
Mayor

ATTEST:

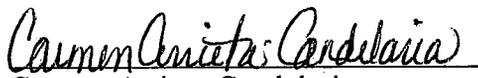
Richarda Duffy Momsen
City Clerk, City of El Paso, Texas

APPROVED AS TO FORM:



Sylvia Borunda Firth
City Attorney

APPROVED AS TO CONTENT:



Carmen Arrieta-Candelaria
Chief Financial Officer