

**NOTICE OF PUBLIC HEARING
AND BONDS TO BE ISSUED**

PUBLIC NOTICE IS HEREBY GIVEN that on July 3, 2012, the Administrative Control Board of Big Plains Water and Sewer Special Service District (the "Issuer"), adopted a resolution (the "Resolution") declaring its intention to issue its Parity Water Revenue Bonds (the "Bonds") and Parity Water Revenue Bond Anticipation Note (the "Note") pursuant to the Utah Local Government Bonding Act, Title 11, Chapter 14, Utah Code Annotated 1953, as amended and to call a public hearing to receive input from the public with respect to the issuance of the Bonds and Note.

TIME, PLACE AND LOCATION OF PUBLIC HEARING

The Issuer shall hold a public hearing on August 1, 2012, at the hour of 6:00 p.m. The location of the public hearing is in the Town Hall, 1777 Meadowlark Dr., Apple Valley, Utah. The purpose of the meeting is to receive input from the public with respect to the issuance of the Bonds and Note and any potential economic impact to the private sector from the construction of the Project to be funded by the Bonds and Note. All members of the public are invited to attend and participate.

PURPOSE FOR ISSUING BONDS AND NOTE

The Issuer intends to issue the Bonds and Note for the purpose of (i) financing all or a portion of the cost of the acquisition and construction of culinary water system improvements, including construction of a storage tank and distribution lines, the purchase of the Apple Valley Water Company and Cedar Point Water Company systems and water rights, together with all related work and improvements; and (ii) paying costs of issuing the Bonds and Note.

PARAMETERS OF THE BONDS AND NOTE

The Issuer intends to issue the Bonds in the principal amount of not to exceed \$5,000,000, to bear interest at a rate not to exceed 5.0% per annum, to mature in not to more than 45 years from their date or dates and a Parity Water Revenue Bond Anticipation Note (the "Note"), in an amount not to exceed \$3,000,000, to mature not later than three (3) years from the date of said Note. The Bonds will specify that any installment of principal on the Bonds which shall not be paid when due shall bear interest at the rate of 18% per annum from the due date thereof until paid.

NOTICE IS FURTHER GIVEN that a period of 30 days from and after the last date of publication of this Notice is provided by law during which any person in interest shall have the right to contest the legality of the Resolution or the Bonds and Note, or any provision made for the security and payment of the Bonds and Note, and that after such time, no one shall have any cause of action to contest the regularity, formality or legality thereof for any cause whatsoever.

A copy of the Resolution is on file in the office of the District in Apple Valley, Utah, where it may be examined during regular business hours of the Secretary from 9:00 a.m. to 5:00 p.m., Monday through Friday of each week.

DATED this 3rd day of July, 2012.

/s/ Neil Duncan

Secretary