

OFFICIAL NOTICE OF BOND SALE

\$100,000,000*

**LAS VEGAS VALLEY WATER, NEVADA
GENERAL OBLIGATION (LIMITED TAX)
(ADDITIONALLY SECURED BY PLEDGED REVENUES)
WATER BONDS, SERIES 2018A**

PUBLIC NOTICE IS HEREBY GIVEN that the Board of Directors of the Las Vegas Valley Water District, Nevada (the “Board”), on

Wednesday, May 30, 2018

at the hour of 8:15 a.m., Pacific time, or such other date and at such other time as is announced via PARITY and/or Thompson Municipal News (“The Bond Buyer Wire”), will receive bids electronically via PARITY, as described under “BID PROPOSALS” below, for the purchase of the bonds of the District particularly described below. Bids must be submitted via PARITY by the date and hour specified above. (See “BID PROPOSALS” below.)

ISSUE: The “Las Vegas Valley Water District, Nevada, General Obligation (Limited Tax) (Additionally Secured by Pledged Revenues) Water Bonds, Series 2018A” in the aggregate principal amount of \$100,000,000* (the “Bonds”) will be dated as of the date of delivery of the Bonds, will be issued in fully registered form, and will be initially evidenced by one Bond for each year in which the Bonds mature in denominations equal to the principal amount which matures in each such year. The Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, as securities depository for the Bonds (“DTC”).

Copies of the resolution authorizing the issuance of the Bonds adopted May 1, 2018 (the “Bond Resolution”) are available for public inspection at the office of the General Manager of the District at 1001 South Valley View Boulevard, Las Vegas, Nevada 89153 and at the office of the District’s Financial Advisors: Hobbs, Ong & Associates, Inc. and PFM Financial Advisors LLC (the “Financial Advisors”), at the addresses as listed under “INFORMATION,” below. Reference to the Bond Resolution is made for further detail.

MATURITIES: The Bonds will mature serially on June 1 in the years and in each of the amounts of principal set forth in the Preliminary Official Statement relating to the Bonds (the “Preliminary Official Statement”) or as designated in the maturity schedule available from the Financial Advisors prior to the bid opening for the Bonds (the “Maturity Schedule”), showing the aggregate principal amount of the Bonds and amount of principal of the Bonds to be paid in each year. The Maturity Schedule will be published in The Bond Buyer Wire and/or PARITY before the date of sale. The amounts of the Bonds maturing in each year may be changed from those listed in the Maturity Schedule as described in “ADJUSTMENT OF MATURITIES AFTER DETERMINATION OF BEST BID” below.

* Preliminary, subject to change.

ADJUSTMENT OF MATURITIES AFTER DETERMINATION OF BEST BID: The aggregate principal amount and the principal amount of each maturity of the Bonds are subject to adjustment by the District, after the determination of the best bid. Changes to be made will be communicated to the successful bidder by the time of the written award of the Bonds and will not reduce or increase, by more than fifteen percent (15%) from the aggregate principal amount shown in the Maturity Schedule. The price bid (i.e., par less any discount bid or plus any premium bid) by a successful bidder may be changed as described below, but the interest rates specified by the successful bidder for all maturities will not change. A successful bidder may not withdraw its bid as a result of any changes made within these limits. The price bid will be changed so that the percentage net compensation to the successful bidder (i.e., the percentage resulting from dividing (i) the aggregate difference between the offering price of the Bonds to the public and the price to be paid to the District (excluding accrued interest), less any bond insurance premium to be paid by the bidder, by (ii) the principal amount of the Bonds) does not increase or decrease from what it would have been if no adjustment was made to the principal amounts submitted by the bidder electronically (See "TERMS OF SALE -- BID PROPOSALS" below).

To facilitate any adjustment in the principal amount and price bid, the successful bidder is required to indicate by email transmission to the District's Financial Advisors at kathy@hobbson.com and toepfert@pfm.com no later than one-half hour after the bid opening, the amount of any original issue discount or premium on the Bonds, the amount received from the sale of the Bonds to the public that will be retained by the successful bidder as its compensation, and in the case of a bid submitted with bond insurance, the cost of the insurance premium. A bidder who intends to insure the Bonds shall also state, in that email transmission, whether the amount of the insurance premium will change as a result of changes in the principal amount of the Bonds or the amount of principal maturing in any year, and the method used to calculate any such change in the insurance premium.

OPTIONAL PRIOR REDEMPTION: The Bonds, or portions thereof (\$5,000 or any integral multiple), maturing on June 1, 2026 through and including June 1, 2032, will be subject to redemption prior to their respective maturities at the option of the District on any date on and after June 1, 2025, in whole or in part at any time, from such maturities as are selected by the District and if less than all the Bonds of a maturity are to be redeemed, the Bonds of such maturity are to be selected by lot (giving proportionate weight to Bonds in denominations larger than \$5,000), at a price equal to the principal amount of each Bond or portion thereof so redeemed plus accrued interest thereon to the redemption date.

The Bonds, or portions thereof (\$5,000 or any integral multiple), maturing on and after June 1, 2033 will be subject to redemption prior to their respective maturities at the option of the District on any date on and after June 1, 2028, in whole or in part at any time, from such maturities as are selected by the District and if less than all the Bonds of a maturity are to be redeemed, the Bonds of such maturity are to be selected by lot (giving proportionate weight to Bonds in denominations larger than \$5,000), at a price equal to the principal amount of each Bond or portion thereof so redeemed plus accrued interest thereon to the redemption date.

Redemption will be made in the manner and upon the conditions to be provided in the Bond Resolution.

MANDATORY SINKING FUND REDEMPTION: A bidder for the Bonds may request that the Bonds maturing on or after June 1, 2033, be included in a term bond or term bonds (the “Term Bonds”). Amounts included as a Term Bond must consist of consecutive maturities of Bonds, must bear the same rate of interest and must include the entire principal amount for any maturity included in the Term Bond (i.e., the principal amount maturing in any year may not be divided between a serial maturity and a mandatory sinking fund redemption). Any such Term Bond will be subject to mandatory sinking fund redemption in installments in the same amounts and on the same dates as the Bonds would have matured if they were not included in a Term Bond or Term Bonds. Once a Term Bond has been created for the Bonds, no more serial Bonds may be structured. Term Bonds redeemed pursuant to the mandatory sinking fund redemption provisions will be redeemed at a redemption price equal to the principal amount of the Bonds to be redeemed plus accrued interest to the redemption date, by lot and otherwise in the manner and as provided in the Bond Resolution. Any election to designate the Bonds as being included in a Term Bond must be made at the time of submitting a bid (see “TERMS OF SALE-BID PROPOSALS” below).

INTEREST RATES AND LIMITATIONS: The following interest limitations are applicable with respect to the Bonds:

1. Interest on the Bonds will be payable on June 1 and December 1 of each year commencing on December 1, 2018.
2. The interest rate on any Bond and the True Interest Cost (“TIC”) for the Bonds (see “BASIS OF AWARD”) may not exceed by more than 3% the “Index of Twenty Bonds” most recently published in The Bond Buyer before the bids are received, whichever is less.
3. Each interest rate specified must be stated in a multiple of 1/8th or 1/20th of 1% per annum.
4. Only one interest rate can be stated for any maturity of the Bonds, i.e., all Bonds with the same maturity date must bear the same rate of interest.
5. Each Bond as initially issued will bear interest from its date to its stated maturity date at the interest rate stated in the bid for the Bonds.
6. A zero percent (0%) rate of interest may not be named.

It is permissible to bid different interest rates for the Bonds, but only as stated in the bid and subject to the above limitations. If any Bond is not paid upon presentation at maturity, it will draw interest at the same rate until principal is paid in full.

PREMIUM, PAR OR DISCOUNT: A bidder may offer to purchase the Bonds at par or at a premium. A bidder may offer to purchase the Bonds at a discount not to exceed one percent (1%) of the par amount set forth in the Maturity Schedule.

PAYMENT: The principal of the Bonds shall be payable at the office of The Bank of New York Mellon Trust Company, N.A. or its successor, as Paying Agent, or such other office as designated by the Paying Agent, to the registered owner thereof as shown on the registration records of The Bank of New York Mellon Trust Company, N.A. or its successor, as Registrar, upon maturity thereof or call therefor, and upon presentation and surrender of such Bonds at such Paying Agent. Payment of interest on any Bond shall be made to the registered owner thereof (i.e., Cede & Co.) by check or draft mailed by the Paying Agent, on each interest payment date (or if such date is not a business day, on the next succeeding business date), to the registered owner thereof (i.e., Cede & Co.) at his or her address as it appears on the registration records of the Registrar as of the close of business on the fifteenth day of the calendar month (whether or not a business day) next preceding each interest payment date (or by such other arrangements as may be mutually agreed to by the Paying Agent and DTC). All such payments shall be made in lawful money of the United States of America without deduction for any service charges of the Paying Agent or Registrar.

BOOK ENTRY/TRANSFER AND EXCHANGE: The Bonds will be issued in registered form and one bond certificate for each maturity of the Bonds will be issued to DTC, registered in the name of its nominee, Cede & Co., and immobilized in their custody. A book entry system will be employed, evidencing ownership of the Bonds in principal amounts of \$5,000 or any integral multiple thereof, with transfers of ownership effected on the records of DTC and its participants pursuant to rules and procedures adopted by DTC and its participants. The successful bidder, as a condition to delivery of the Bonds, will be required to deposit the Bond certificates with DTC, registered in the name of Cede & Co. Principal of and interest on the Bonds will be payable by the Paying Agent by wire transfer or in same day funds to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC. Transfer of principal and interest payments to the beneficial owners by participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. Neither the District nor the Paying Agent will be responsible or liable for payments by DTC to its participants or by DTC participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants. After the initial deposit of the Bonds with DTC, they may not be removed from such custodial deposit, transferred or exchanged except as provided in the Bond Resolution.

BOND INSURANCE: Bond insurance for the Bonds may be obtained at bidder's option and expense.

RATINGS: The District will pay for ratings on the Bonds from Moody's Investors Service and S&P Global Ratings.

AUTHORIZATION AND PURPOSE OF THE BONDS: The Bonds are being issued for the purpose of defraying wholly or in part the cost of constructing, purchasing, otherwise acquiring, reconstructing, improving, extending and bettering the District's water system including, without limitation, waterworks, water wells, transmission lines, reservoirs, pumping stations, water

rights and equipment, furnishings, improvements and appurtenances incidental thereto. The Bonds are authorized to be issued pursuant to Chapter 167, Statutes of Nevada, 1947, as amended, and NRS 350.500 through 350.720 cited in NRS 350.500 thereof by the short title “Local Government Securities Law” (the “Bond Act”).

SECURITY AND PAYMENT OF THE BONDS: The Bonds will, in the opinion of Sherman & Howard L.L.C., the District’s bond counsel (the “Bond Counsel”), be direct general obligations of the District, payable as to principal and interest (the “Bond Requirements”) from annual general (ad valorem) taxes (herein “General Taxes”) levied against all taxable property within the District (except to the extent certain pledged net revenues and other moneys are available therefor, as described below) subject to the limitations imposed by the Constitution and laws of the State (see “CONSTITUTIONAL TAX LIMITATION”, “STATUTORY TAX LIMITATION” and “LEGAL OPINION, BONDS AND TRANSCRIPTS” below). The Bonds will be a debt of the District, and the Board shall pledge the full faith and credit of the District for their payment.

ADDITIONAL SECURITY FOR THE BONDS: The Bond Requirements will be additionally secured by and payable from revenues received by the District from the sale or distribution of water, connection charges, or otherwise derived from the works or property of the District (including works and properties hereafter constructed or acquired) after payment therefrom of the reasonable and necessary costs of the operation and maintenance of the works and properties of the District and the general expenses of the District (as more particularly described in the Bond Resolution, the “Net Pledged Revenues”), including any BAB Credit (as defined in the Bond Resolution) received with respect to the 2010A Bonds (as defined in the Bond Resolution), and after the payment from such revenues of the annual debt service, sinking fund and reserve fund requirements of any Superior Lien Obligations (as defined in the Bond Resolution).

BOND LIEN ON NET PLEDGED REVENUES: The Bond Resolution creates a valid lien on the Net Pledged Revenues pledged therein for the security of the Bonds on a parity with the lien thereon of any parity bonds or parity securities outstanding or hereafter issued, and subordinate to the lien on the Net Pledged Revenues of any superior bonds or superior securities outstanding or hereafter issued. (See Appendix B – “Summary of Certain Provisions of the Bond Resolution” in the Official Statement).

ADDITIONAL SECURITIES PAYABLE OR SECURED BY PLEDGED REVENUES: Bonds and other securities, in addition to the Bonds, may be issued and made payable from the Net Pledged Revenues and constituting a lien superior to or on parity with the Bonds, subject to certain limitations set forth under the heading “SECURITY FOR THE 2018A BONDS – Additional Securities” in the Preliminary Official Statement. Additionally, bonds and other securities may be issued and made payable from the Net Pledged Revenues and constituting a lien subordinate to the Bonds.

ADDITIONAL GENERAL OBLIGATION SECURITIES: The District reserves the privilege of issuing additional general obligation bonds at any time or from time to time for any lawful purpose, as permitted by law.

FEDERAL TAX MATTERS: In the opinion of Bond Counsel, assuming continuous compliance with certain covenants described below, interest on the Bonds is excluded from gross income under federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended to the date of delivery of the Bonds (the “Tax Code”), and interest on the Bonds is excluded from alternative minimum taxable income as defined in Section 55(b)(2) of the Tax Code, except that for taxable years of corporations beginning before January 1, 2018, such interest is required to be included in calculating the “adjusted current earnings” adjustment applicable to corporations for purposes of computing the alternative minimum taxable income of corporations. See “TAX MATTERS” in the Official Statement.

STATE TAX MATTERS: In the opinion of Bond Counsel, under present laws of the State, the Bonds, their transfer, and the income therefrom are free and exempt from taxation by the State or any subdivision thereof except for the tax on estates imposed pursuant to chapter 375A of NRS and the tax on generation-skipping transfers imposed pursuant to chapter 375B of NRS.

CONSTITUTIONAL TAX LIMITATION: Section 2, article 10, State Constitution, provides:

“The total tax levy for all public purposes including levies for bonds, within the state, or any subdivision thereof, shall not exceed five cents on one dollar of assessed valuation.”

STATUTORY TAX LIMITATION: NRS 361.453 provides:

“... the total ad valorem tax levy for all public purposes must not exceed \$3.64 on each \$100 of assessed valuation, or a lesser or greater amount fixed by the state board of examiners if the state board of examiners is directed by law to fix a lesser or greater amount for that fiscal year.”

STATUTORY PRIORITY FOR BONDS: NRS 361.463 provides:

“1. In any year in which the total taxes levied by all overlapping units within the boundaries of the state exceed the limitation imposed by NRS 361.453, and it becomes necessary for that reason to reduce the levies made by any of those units, the reduction so made must be in taxes levied by those units (including the state) for purposes other than the payment of bonded indebtedness, including interest thereon. “

“2. The taxes levied for the payment of bonded indebtedness and the interest thereon enjoy a priority over taxes levied by each such unit (including the state) for all other purposes where reduction is necessary to comply with the limitation imposed by NRS 361.453.”

STATUTORY PROVISION FOR TAX LEVIES: NRS 350.592 provides in relevant part:

“1. There shall be levied annually in due season a special tax on all property, both real and personal, subject to taxation within the boundaries of the municipality, fully sufficient together with the revenue which will result from application of the rate to the net proceeds of minerals, without regard to any statutory or charter tax limitation, other than the limitation set forth in NRS 361.453, to pay the interest on the general obligation municipal securities and to pay and retire the securities as provided in the Local Government Securities Law and in any act supplemental hereto. The amount of money to be raised by the tax must be included in the annual estimate or budget for each county within the state for each year for which the tax is hereby required to be levied. The tax must be levied and collected in the same manner and at the same time as other taxes are levied and collected.”

“2. The proceeds thereof levied to pay interest on the securities must be kept by the treasurer in a special fund, separate and apart from all other funds, and the proceeds of the tax levied to pay the principal of the securities must be kept by the treasurer in a special fund, separate and apart from all other funds. The two special funds must be used for no other purpose than the payment of the interest on the securities and the principal thereof, respectively, when due;”

TIMES OF LEVIES: NRS 350.594 provides:

“Such tax shall be levied immediately after the issuance of any general obligation securities issued in accordance with the provisions of the Local Government Securities Law, and annually thereafter, at the times and in the manner provided by law, until all of the securities, and the interest thereon, have been fully discharged. Such tax may be first levied after the municipality has contracted to sell any securities but before their issuance.”

USE OF GENERAL FUND: NRS 350.596 provides:

“Any sums coming due on any general obligation municipal securities at any time when there are not on hand from such tax levy or levies sufficient funds to pay the same shall be promptly paid when due from the general fund of the municipality, reimbursement to be made to such general fund in the sums thus advanced when the taxes herein provided for have been collected.”

USE OF OTHER FUNDS: NRS 350.598 provides:

“Nothing contained in the Local Government Securities Law [the Bond Act] shall be so construed as to prevent the municipality from applying any funds (other than taxes) that may be available for that purpose to the payment of the interest on or the principal of any general obligation municipal securities as the same respectively mature, and regardless of whether the payment of the general obligation municipal securities is additionally secured by a pledge of revenues, and upon such payments, the levy or levies of taxes provided in the Local Government Securities Law may thereupon to that extent be diminished.”

STATUTORY APPROPRIATIONS: NRS 350.602 provides:

“There is by the Local Government Securities Law, and there shall be by ordinance authorizing the issuance of any indebtedness contracted in accordance with the provisions of the Local Government Securities Law, specially appropriated the proceeds of such taxes to the payment of such principal and interest; and such appropriations shall not be repealed nor the taxes postponed or diminished (except as herein otherwise expressly provided) until the principal of and interest on the municipal securities evidencing such debt have been wholly paid.”

NO PLEDGE OF PROPERTY: The payment of the Bonds is not secured by an encumbrance, mortgage or other pledge of property of the District and no property of the District is liable to be forfeited or taken in payment of the Bonds, but the payment of the Bonds is secured by the proceeds of General Taxes (defined above) and the Net Pledged Revenues.

IMMUNITY OF INDIVIDUALS: NRS 350.606 provides:

“No recourse shall be had for the payment of the principal of, any interest on, and any prior redemption premiums due in connection with any bonds or other municipal securities or for any claim based thereon or otherwise upon the ordinance authorizing their issuance or other instrument appertaining thereto, against any individual member of the governing body or any officer or other agent of the municipality, past, present or future, either directly or indirectly through the governing body or the municipality, or otherwise, whether by virtue of any constitution, statute or rule of law, or by the enforcement of any penalty or otherwise, all such liability, if any, being by the acceptance of the securities and as a part of the consideration of their issuance specially waived and released.”

ACTS IRREPEALABLE: NRS 350.610 provides:

“The faith of the state is hereby pledged that the Local Government Securities Law, any law supplemental or otherwise appertaining thereto, and any other act concerning the bonds or other municipal securities, taxes or the pledged revenues or any combination of such securities, such taxes and such revenues shall not be repealed nor amended or otherwise directly or indirectly modified in such a manner as to impair adversely any outstanding municipal securities, until all such securities have been discharged in full or provision for their payment and redemption has been fully made, including without limitation the known minimum yield from the investment or reinvestment of moneys pledged therefor in federal securities.”

TERMS OF SALE

BID PROPOSALS: Each bidder must use electronic bidding as described under “ELECTRONIC BIDDING” below with respect to the Bonds. Any bid in any other form may be disregarded. Any bidder is required to submit an unconditional and written bid for all the Bonds, specifying:

- (1) The lowest rate or rates of interest and the premium or discount, if any, at which the bidder will purchase all of the Bonds.

It is also requested for informational purposes only, but it is not required, that each bid disclose:

- (2) The true interest cost (i.e., actuarial yield) on the Bonds, stated as a nominal annual percentage rate (see “BASIS OF AWARD” below); and
- (3) The municipal bond insurer, if any; the premium to be paid by the bidder for insuring the Bonds; and which maturities of the Bonds, if any, are being insured.

ELECTRONIC BIDDING: By utilizing PARITY to bid for the Bonds, a prospective electronic bidder represents and warrants to the District that such bidder’s bid for the purchase of the Bonds (if a bid is submitted in connection with the sale) is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder to a legal, valid and enforceable contract for the purchase of the Bonds.

Bids must be submitted electronically for the purchase of the Bonds by means of PARITY by 8:15 a.m., Pacific time, on Wednesday, May 30, 2018. Once the bids are communicated electronically via PARITY, each bid will constitute an irrevocable offer to purchase the Bonds on the terms therein provided.

Each qualified prospective electronic bidder shall be solely responsible to make necessary arrangements to access PARITY for purposes of submitting its bid in a timely manner and in compliance with the requirements of this Official Notice of Bond Sale. Neither the District nor the Financial Advisors shall have any duty or be obligated to undertake such registration to bid for any prospective bidder or to provide or assure such access to any qualified prospective bidder, and neither the District nor the Financial Advisors shall be responsible for proper operation of, or have any liability for any delays or interruptions of, or any damages caused by PARITY. The District is using PARITY as a communication mechanism, and not as the District’s agent, to conduct the electronic bidding for the Bonds.

Each electronic bidder is required to transmit electronically via PARITY an unconditional bid specifying the lowest rate or rates of interest and the premium, if any, at which the bidder will purchase the Bonds. Each bid must be for all the Bonds herein offered for sale.

For informational purposes only, the electronic bid will show the effective interest rate for the Bonds represented on a TIC basis, as described under “BASIS OF AWARD” below, represented by the rate or rates of interest and the bid price specified in the bid. No bid will be received after the time for receiving such bids specified above.

GOOD FAITH DEPOSIT: Within 90 minutes following notification to the bidder or bidders of the bid award for the Bonds, a good faith deposit (“Deposit”) in the form of a wire transfer

or a certified treasurer's or cashier's check, drawn on a solvent commercial bank or trust company in the United States of America, must be submitted and made payable to

Las Vegas Valley Water District

in the amount of

\$1,000,000

If a wire transfer is used by any bidder, then such bidder using a wire transfer is required to submit its Deposit with the District in the form of a wire transfer in the above amount for the Bonds as instructed by the Chief Financial Officer or the District's Financial Advisors not later than 90 minutes following such notification of the bid award. If a check is used, it must be delivered to the Chief Financial Officer within 90 minutes following notification to the bidder or bidders of the bid award for the Bonds. The Bonds will not be officially awarded to a bidder who has not submitted a Deposit, as provided above, until such time as the bidder has provided a Federal wire reference number for the Deposit to the Financial Advisors.

No interest on the Deposit will accrue to any bidder. The District will deposit the Deposit of the successful bidder. The Deposit (without accruing interest) of the successful bidder of the Bonds will be applied to the purchase price of the Bonds. In the event a successful bidder fails to honor its accepted bid, the Deposit plus any interest accrued on the Deposit will be retained by the District. Any investment income earned on the Deposit will be paid to the successful bidder in the event the District is unable to deliver the Bonds as provided under "MANNER AND TIME OF DELIVERY", below. Deposits accompanying bids other than the bids which are accepted will be returned promptly upon the determination of the successful bidder.

CUSIP NUMBERS AND OTHER FEES: CUSIP identification numbers may be assigned to the Bonds if required by the successful bidder. The CUSIP Service Bureau charge for the assignment of the numbers and all other expenses in relation to the CUSIP numbers shall be the responsibility of and shall be paid by the successful bidder. If CUSIP identification numbers are assigned to the Bonds, such CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such number on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser to accept delivery of any payment for the Bonds in accordance with the terms of the purchase contract. All expenses relating to printing the CUSIP numbers on the Bonds will be paid by the District, but the CUSIP Service Bureau charge for the assignment of the numbers will be the responsibility of and must be paid by the successful bidder for the Bonds. The successful bidder shall also be required to pay all fees required by DTC, the Bond Market Association, the Municipal Securities Rulemaking Board, and any other similar entity imposing a fee in connection with the execution and delivery of the Bonds.

SALE RESERVATIONS: The Board, through the Chief Financial Officer, reserves the privilege:

- A. of waiving any irregularity or informality in any bid;

- B. of rejecting any and all bids; and
- C. of reoffering the Bonds for sale, as provided by law.

The time and date of any subsequent bond sale will be announced via PARITY and/or The Bond Buyer Wire before the time of the sale. In no event is the District responsible for the costs of any bidder in preparing and submitting a bid. In addition, the Board, through the Chief Financial Officer reserves the privilege of changing the date and/or time of sale of the Bonds. If bids are not taken on May 30, 2018 or if all bids are rejected on May 30, 2018, the District may reoffer the Bonds for sale at any time thereafter. The time and date of any subsequent Bond sale will be announced via PARITY and/or The Bond Buyer Wire before the time of the sale.

CONSENT TO JURISDICTION: A bid submitted by electronic bidding, if accepted by the Chief Financial Officer on behalf of the District, forms a contract between the successful bidder and the District subject to the terms of this Official Notice of Bond Sale. By submitting a bid, the bidder consents to the exclusive jurisdiction of any court of the State of Nevada located in Clark County or the United States District Court for the State of Nevada for the purpose of any suit, action or other proceeding arising as a result of the submittal of the bid, and the bidder irrevocably agrees that all claims in respect to any such suit, action or proceeding may be heard and determined by such court. The bidder further agrees that service of process in any such action commenced in such State or Federal court shall be effective on such bidder by deposit of the same as registered mail addressed to the bidder at the address set forth in the bid.

BASIS OF AWARD: The Bonds, subject to such sale reservations, will be sold by the District to the responsible bidder making the best bid for all the Bonds. The best bid will be determined by computing the actuarial yield on the Bonds (i.e., using an actuarial or true interest cost method) for each bid received and an award will be made (if any is made) to the responsible bidder submitting the bid which results in the lowest actuarial yield on the Bonds. “True Interest Cost” on the Bonds as used herein means that yield which, if used to compute the present worth as of the dated date of the Bonds of all payments of principal and interest to be made on the Bonds from their date to their respective maturity dates (or mandatory sinking fund redemption dates), using the interest rates specified in the bid and the principal amounts specified in the Maturity Schedule, produces an amount equal to the principal amount of the Bonds, plus the premium or less the discount bid. No adjustment shall be made in such calculation for accrued interest on the Bonds from their date to the date of delivery thereof. Such calculation shall be based on a 360-day year and a semiannual compounding interval. If there are two or more equal bids for the Bonds and such equal bids are the best bids received, the District will determine which bid will be accepted by lot in such manner as the District determines.

PLACE AND TIME OF AWARD: Electronic bids will be received on behalf of the District as described above. The Chief Financial Officer intends to award the Bonds or reject all bids for the Bonds on the day hereinabove designated for receiving bids. In any event, the Chief Financial Officer will award the Bonds or reject all bids for the Bonds not later than 5 p.m. Pacific time on the day of the sale of the Bonds. An award of the Bonds may be made after 5 p.m. Pacific time on the day of the sale of the Bonds if the bidder has not given notice in writing to the Chief Financial Officer (see “INFORMATION” below) of the withdrawal of its bid. Notice of withdrawal of a bid

may not be given during the time period commencing at the designated time of the sale of the Bonds (presently 8:15 a.m. Pacific time on May 30, 2018) and ending at 5 p.m. Pacific time on the day of the sale of the Bonds.

SUCCESSFUL BIDDER'S REOFFERING PRICES: Within one-half hour of the designated time of the sale of the Bonds, the successful bidder or bidders (or manager of the successful purchasing account or accounts) must notify the District by email transmission to the District's Financial Advisors, kathy@hobbson.com and toepfert@pfm.com, of the initial offering prices of the Bonds to the public. The notification must be confirmed in writing in form and substance satisfactory to Bond Counsel prior to the delivery of the Bonds. The confirmation will be part of the "Purchaser's Certificate" which will be in substantially the same form as Exhibit A attached hereto in the event the District receives 3 or more bids that conform to the requirements of the Official Notice of Sale for the Bonds; and in substantially the same form as Exhibit B attached hereto in the event the District does not receive 3 or more such bids for the Bonds. **By submitting a bid for the Bonds, each bidder certifies it has an established industry reputation for underwriting new issuance of municipal bonds.**

MANNER AND TIME OF DELIVERY: The Deposit of the successful bidder for the Bonds will be credited to the purchaser of the Bonds at the time of delivery of the Bonds (without accruing interest). If the successful bidder for the Bonds fails, refuses or neglects to complete the purchase of the Bonds on the date on which the Bonds are made ready and are tendered by the District for delivery, the amount of its Deposit will be forfeited (as liquidated damages for noncompliance with the bid) to the District. In that event, the District may reoffer the Bonds for sale, as provided by law. The purchaser will not be required to accept delivery of any of the Bonds, if they are not made ready and are not tendered by the District for delivery within 60 days from the date stated for opening bids; and if the Bonds are not so tendered within such period of time, the Deposit (with the interest earned by the District thereon) for the Bonds will be refunded to the purchaser upon its request.

The Bonds will be made available for delivery by the District to the purchasers as soon as reasonably possible after the date of the sale; and the District contemplates delivering them on or about June 26, 2018. The purchaser of the Bonds will be given 72 hours' notice of the time fixed by the District for tendering the Bonds for delivery.

PAYMENT AT AND PLACE OF DELIVERY: The successful bidder for the Bonds will be required to make payment of the balance due for and to accept delivery of the Bonds pursuant to the FAST System of DTC. Payment of the balance of the purchase price due for the Bonds at the time of its delivery must be made in Federal Reserve Bank funds or other funds acceptable to the District for immediate and unconditional credit to the account of the District, as directed by the District Treasurer, at a bank or banks designated by the District Treasurer, so that Bond proceeds may be so deposited or invested, or both deposited and invested, as the District Treasurer may determine, simultaneously with the delivery of the Bonds. The balance of the purchase price, including, without limitation, any premium, must be paid in such funds and not by any cancellation or waiver of interest, and not by any other concession as a substitution for such funds.

INFORMATION: This Official Notice of Bond Sale, the Preliminary Official Statement, the Bond Resolution, and financial and other information concerning the District and the Bonds may be obtained prior to the sale from:

The District's Financial Advisors:

**Hobbs, Ong and Associates, Inc.
3900 Paradise Road, Suite 152
Las Vegas, Nevada 89169
(702) 733-7223
and
PFM Financial Advisors LLC
1200 Fifth Avenue, Suite 1200
Seattle, WA 98101
(206) 264-8900, ext. 258**

The District's Chief Financial Officer:

**Brian Thomas
Chief Financial Officer
Las Vegas Valley Water District
1001 S. Valley View Boulevard
Las Vegas, Nevada 89153
(702) 258-3100**

OFFICIAL STATEMENT: The District has prepared a Preliminary Official Statement which is deemed by the District to be final as of its date for purposes of allowing bidders to comply with Rule 15c2-12(b) of the Securities and Exchange Commission (the "Rule"), except for the omission of certain information as permitted by the Rule. The Preliminary Official Statement is subject to revision, amendment and completion in a final official statement (the "Final Official Statement").

The District will prepare a Final Official Statement, dated as of the date of its delivery to the winning bidder as soon as practicable after the date of award to the winning bidder. The District will provide to the winning bidder of the Bonds an electronic copy of the Final Official Statement on or before seven business days following the date of the award to the winning bidder of the Bonds.

The District authorizes the winning bidder to distribute the Final Official Statement in connection with the offering of the Bonds purchased by such winning bidder.

For a period beginning on the date of the Final Official Statement and ending twenty five days following the date the winning bidder shall no longer hold for sale any of the Bonds (which date shall be the Closing Date unless the winning bidder notifies the District in writing otherwise), if

any event concerning the affairs, properties or financial condition of the District shall occur as a result of which it is necessary to supplement the Final Official Statement in order to make the statements therein, in light of the circumstances existing at such time, not misleading, at the request of the winning bidder, the District shall forthwith notify the winning bidder of any such event of which it has knowledge and shall cooperate fully in the preparation and furnishing of any supplement to the Final Official Statement necessary, in the reasonable opinion of the District and the winning bidder, so that the statements therein as so supplemented will not be misleading in the light of the circumstances existing at such time.

OPINION OF BOND COUNSEL, BONDS AND TRANSCRIPT: The validity and enforceability of the Bonds will be approved by Bond Counsel, i.e.:

Sherman & Howard L.L.C.
3960 Howard Hughes Parkway, Suite 500
Las Vegas, Nevada 89169
(702) 387-6073 (Las Vegas)
(775) 323-1980 (Reno)

whose unqualified, final, approving opinion, together with the printed or typed Bonds, a certified transcript of the legal proceedings, including a certificate stating that there is no litigation pending affecting the validity of the Bonds as of the date of their delivery (the “Closing Date”), and other closing documents, will be furnished to the purchaser of the Bonds. See Appendix F in the Official Statement for the form of the opinion of Bond Counsel with respect to the Bonds.

CONTINUING DISCLOSURE UNDERTAKING: Pursuant to the Rule, the District will undertake in a continuing disclosure certificate with respect to the Bonds which will be authorized by the Bond Resolution, to provide certain ongoing disclosure, including annual operating data and financial information, audited financial statements and notices of the occurrence of certain material events. A copy of the form of the undertaking is set forth in Appendix E of the Official Statement.

DISTRICT REPRESENTED BY INDEPENDENT REGISTERED MUNICIPAL ADVISOR: The District has engaged, is represented by and will rely on the advice of the Financial Advisors, each an independent registered municipal advisor, to advise it on the issuance of the Bonds and other aspects of the financing for which the Bonds are being issued. The District intends that this statement constitutes the “required representation” for purposes of the independent registered municipal advisor exemption set forth in SEC Rule 15Ba1-1(d)(3) and prospective bidders and other market participants may rely on this written statement and receive and use it for purposes of that exemption. Each bidder should consult with its own advisors in determining whether the exemption is available to that bidder and other requirements applicable for the exemption to be available to that bidder.

DISCLOSURE CERTIFICATES: The final certificates included in the transcript of legal proceedings will include a certificate dated as of the Closing Date and, with respect to clause (i) be signed by the Chief Financial Officer and the Attorney for the District (or a Deputy) and, with respect to clauses (ii) and (iii) be signed by the Chief Financial Officer only, stating that: (i) no

action, suit, proceeding, inquiry or investigation, at law or in equity, before any court, public board, or body, is pending or, to the best of their knowledge, threatened against the District: (A) affecting the corporate existence of the District or the titles of its members or officers to their respective offices; (B) affecting or seeking to prohibit, restrain or enjoin the sale, issuance or delivery of the Bonds or the collection, disbursement or pledge of the general ad valorem taxes (“General Taxes”) as security for the Bonds in the Bond Resolution, to pay the principal of and interest on the Bonds, if necessary, or the application of any Net Pledged Revenues of the District to the payment of the principal of or interest on the Bonds, or affecting in any way the right or authority of the District to pay the Bonds or otherwise to carry out the terms and provisions of the Bond Resolution, or otherwise concerning the Bonds; (C) contesting or affecting the validity or enforceability of the Bonds or the Bond Resolution; or (D) contesting the powers of the District or any authority for the undertaking of the Project, the issuance of the Bonds, the adoption of the Bond Resolution, or the sale of the Bonds to the purchaser; (ii) the Final Official Statement as it pertains to the District and the Bonds does not contain any untrue statement of a material fact or omit to state any material fact necessary to make the statements made therein, in the light of the circumstances under which they were made, not misleading; and (iii) no event affecting the District has occurred since the date of the Final Official Statement which should be disclosed therein for the purpose for which it is to be used or which it is necessary to disclose therein in order to make the statements and information therein not misleading in any respect; provided, however, the District does not make any representation concerning the pricing information in the Final Official Statement.

By order of the Board of Directors of the Las Vegas Valley Water District, this May 23, 2018.

LAS VEGAS VALLEY WATER DISTRICT

/s/ Brian Thomas
Chief Financial Officer

EXHIBIT A

PURCHASER'S CERTIFICATE

IT IS HEREBY CERTIFIED by the undersigned on behalf of _____ (the “Purchaser”), as Purchaser of the Las Vegas Valley Water District, Nevada, General Obligation (Limited Tax) Water Bonds (Additionally Secured by Pledged Revenues), Series 2018A (the “Bonds”):

1. We acknowledge receipt of the Bonds in the aggregate principal amount of \$_____, bearing interest and maturing as provided in an authorizing resolution of the Board of Directors of the Las Vegas Valley Water District (the “District”) adopted and approved on May 1, 2018 (the “Bond Resolution”), and the instruments described therein, and such Bonds being in the denominations and registered in the name of Cede & Co., as nominee of The Depository Trust Company, as requested by us.

2. A bona fide public offering was made for all of the Bonds on the Sale Date at the Prices shown on the inside cover page of the Official Statement for the Bonds. Those Prices are the reasonably expected initial offering Prices of each maturity of the Bonds to the Public which were used by the Purchaser in formulating its bid to purchase the Bonds. For purposes of Paragraphs 2, 3 and 4, the following defined terms shall have the meanings assigned thereto as set forth below.

“Public” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party. The term “Related Party” for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

“Sale Date” means the date the Purchaser’s bid for the Bonds was accepted on behalf of the District.

“Underwriter” means (i) any person that agrees pursuant to a written contract with the District (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

If a yield is shown on the inside cover page of the Official Statement for any maturity, “Price” herein means the dollar price that produces that yield.

3. The Underwriter was not given the opportunity to review other bids prior to submitting its bid.

4. The bid submitted by the Underwriter constituted a firm bid to purchase the Bonds.

5. The District and its counsel may rely on these certifications in concluding that the Bonds meet certain requirements of the Internal Revenue Code of 1986 as amended (the “Code”), relating to tax-exempt bonds; however, nothing herein represents our interpretation of any law and we are not providing any interpretations of law or regulations in executing and delivering this certificate.

DATED as of _____, 2018.

_____, as Purchaser

By: _____

Title: _____

EXHIBIT B

PURCHASER'S CERTIFICATE

IT IS HEREBY CERTIFIED by the undersigned on behalf of _____ (the “Purchaser”), as Purchaser of the Las Vegas Valley Water District, Nevada, General Obligation (Limited Tax) Water Bonds (Additionally Secured by Pledged Revenues), Series 2018A (the “Bonds”):

1. We acknowledge receipt of the Bonds in the aggregate principal amount of \$_____, bearing interest and maturing as provided in an authorizing resolution of the Board of Directors of the Las Vegas Valley Water District (the “District”) adopted and approved on May 1, 2018 (the “Bond Resolution”), and the instruments described therein, and such Bonds being in the denominations and registered in the name of Cede & Co., as nominee of The Depository Trust Company, as requested by us.

2. A bona fide public offering was made for all of the Bonds on the Sale Date at the Prices shown [on the inside cover page of the Official Statement for the Bonds][in Exhibit 1]. The first Price at which a Substantial Amount of each maturity of the Bonds was sold to the Public is the Price shown [on the inside cover page of the Official Statement][in Exhibit 1] for that maturity of the Bonds. For purposes of this Paragraph 2, the following defined terms shall have the meanings assigned thereto as set forth below:

“Public” means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party. The term “Related Party” for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

“Sale Date” means the date the Purchaser’s bid for the Bonds was accepted on behalf of the District.

“Substantial Amount” is 10% or more of each maturity.

“Underwriter” means (i) any person that agrees pursuant to a written contract with the District (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

If a yield is shown on the inside cover page of the Official Statement for any maturity, “Price” herein means the dollar price that produces that yield.

3. The District and its counsel may rely on these certifications in concluding that the Bonds meet certain requirements of the Internal Revenue Code of 1986 as amended (the “Code”), relating to tax-exempt bonds; however, nothing herein represents our interpretation of any law and

we are not providing any interpretations of law or regulations in executing and delivering this certificate.

DATED as of _____, 2018.

_____, as Purchaser

By: _____

Title: _____

Attach Exhibit 1 to Purchaser's Certificate
(Offering Prices of Bonds)