

Milesburg Borough

(Name of Local Government Unit)

Centre _____, County, Pennsylvania

ORDINANCE NO. 327

AN ORDINANCE INCREASING THE INDEBTEDNESS OF
Milesburg Borough _____, Centre _____ COUNTY,
PENNSYLVANIA, BY THE ISSUE OF A GENERAL OBLIGATION NOTE
IN THE AMOUNT OF \$ 60,000.00 _____ FOR SUNDRY PURPOSES;
FIXING THE FORM, NUMBER, DATE, INTEREST, AND MATURITY
THEREOF; MAKING A COVENANT FOR THE PAYMENT OF THE DEBT
SERVICE ON THE NOTE; PROVIDING FOR THE FILING OF THE REQUIRED
DOCUMENT; PROVIDING FOR THE APPOINTMENT OF A SINKING FUND
DEPOSITORY FOR THE NOTE; AND AUTHORIZING EXECUTION, SALE
AND DELIVERY THEREOF.

WHEREAS, it is necessary that the indebtedness of the Borough of
Milesburg _____, Centre _____ County, Pennsylvania be increased for the following
purpose:

_____ Paving of streets _____; and

WHEREAS, the local government unit has received preliminary realistic cost
estimates from professional consultants indicating the sum of \$ 60,000.00 _____ will be
needed to complete the project; and

WHEREAS, the proposed increase of debt, together with its nonelectoral
indebtedness and its lease rental indebtedness presently outstanding, will not cause the
limitations of the local government unit debt incurring power, pursuant to constitutional and
statutory authority to be exceeded;

NOW THEREFORE, BE IT ORDAINED AND ENACTED by the

Milesburg Borough Council , Centre County, Pennsylvania,
and it is hereby ordained and enacted by the authority of same as follows:

SECTION 1. That the aggregate principal amount of the Note of the Milesburg
Borough , Centre County, Pennsylvania, proposed to be issued is
\$ 60,000.00 , same to be issued for the foregoing purposes and same to be incurred as
nonelectoral debt.

SECTION 2. The period of useful life of the improvements for which this obligation is to
be issued is estimated to be in excess of 10 years.

SECTION 3. Said indebtedness shall be evidenced by one general obligation Note, in
fully registered form, in the sum of \$ 60,000.00 dated and bearing interest from the
earliest date of possible issue of said Note under the statutory time requirements as set forth in
the Act of the General Assembly of the Commonwealth of Pennsylvania approved the 28th day
of April, 1978, being Act 52 of 1978 Session and known as the Local Government Unit Debt
Act, at the rate of interest of 5.95 % per annum, payable on the unpaid balance of said
Note on 6-15 , 2009 during the term of said Note, together with
interest on overdue principal, and to the extent permitted by law, on overdue interest, at the rate
of 5.95 % per annum (computed on the basis of 365 days to the year) until paid, which Note
shall mature in installments on the annual anniversary date of said Note as follows:

EXHIBIT "A"
(INSERT REPAYMENT SCHEDULE HERE
OR ATTACH AS AN EXHIBIT)

The local government unit reserves the right to anticipate any or all installments of
principal or any payment of interest at any time prior to the respective payments dates thereof,
without notice or penalty.

The principal and interest of said Note shall be payable at the office of the sinking fund

depository selected for the Note as hereinafter provided.

SECTION 4. The said Note is hereby declared to be a general obligation of the Borough of Milesburg , Centre , County, Pennsylvania. The local government unit hereby covenants that it shall include the amount of debt service on the Note for each fiscal year in which such sums are payable in its budget for that year; shall appropriate such amounts to the payment of such debt service; and shall duly and punctually pay or cause to be paid the principal of the Note and the interest thereon at the dates and places and in the manner stated in the Note according to the true intent and meaning thereof, and for such proper budgeting, appropriation, and payment, the full faith, credit and taxing power of the Borough of Milesburg is hereby irrevocably pledged.

The amounts which the local government unit hereby covenants to pay in each of the following fiscal years on the basis of an interest rate of 5.95 % are as follows:

(INSERT DEBT SERVICE SCHEDULE HERE
OR ATTACH AS AN EXHIBIT)
SEE EXHIBIT "A"

SECTION 5. The form of said Note shall be substantially as set forth in the attached Exhibit N.

SECTION 6. The said Note shall be executed in the name and under the corporate seal of the local government unit by the President and Vice President and attested to by the Secretary. The Treasurer is hereby authorized and directed to deliver said Note to the purchaser, and receive payment therefor on behalf of the local government unit. The President and Secretary of the local government unit are authorized and directed to prepare, verify and file the debt statement required by Section 8110 of the Act and to take other necessary action, including, if necessary or desirable, any statements required to qualify any portion of the debt from the appropriate debt limit as self-liquidating or subsidized debt.

SECTION 11. All ordinances or parts of ordinances not in accord with this Ordinance are hereby repealed insofar as they conflict herewith.

ORDAINED AND ENACTED THIS 13th day of April, 2009.

ATTEST: Milesburg Borough
(Name of Local Government Unit)

BY Paul Bartley
Council President

Secretary
Paula J. Hall

BY James S. Leigh
Council Vice President

(If applicable:)

Approved this 13th day of April, 2009.

Thylidy Jordan

Mayor of: Milesburg Borough