

ORDINANCE 2011- 01

**AN ORDINANCE AUTHORIZING COUNCIL
OF THE BOROUGH OF CATAWISSA
TO SECURE AN EMERGENCY LOAN UNDER THE PROVISIONS
OF THE EMERGENCY MANAGEMENT SERVICES CODE,
35 Pa.C.S.A. §7501(d)**

WHEREAS, the Sewer Plant servicing the Borough of Catawissa suffered catastrophic damage during the Flood of 2011 and the Council of the Borough of Catawissa deems it to be in the best interest of the health, maintenance and welfare of the residents of the Borough of Catawissa to make emergency repairs to said Sewer Plant to ensure service continues to the residents.

NOW, THEREFORE, IT IS ORDAINED AND ENACTED by the Council of the Borough of Catawissa, Columbia County, Pennsylvania, as follows:

1. Council is hereby authorized to borrow up to One Million (\$1,000,000.00) Dollars for capital improvements to the Catawissa Sewer Plant related to the recent flood disaster emergency declared by the Governor.

2. The emergency borrowing herein authorized shall comply in every way with the provisions of the Emergency Management Services Code 35 Pa.C.S.A. §7501(d) and the debt limits for Catawissa Borough set by the Local Government Unit Debt Act.

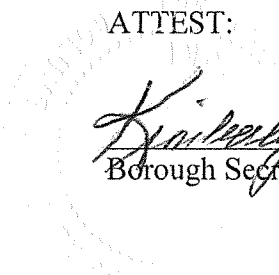
3. Said borrowing is authorized through First Columbia Bank and Trust Co. and shall conform to the following terms:

- a. Amount: \$1,000,000.00 in General Obligation Note.
- b. Purpose: Capital improvements to Sewer Plant due to recent flood damage.
- c. Term: 24 months.
- d. Repayment: Borough can be billed Interest payments monthly. All unpaid principal and interest will be due at loan maturation (a balloon payment on the 24th month).

- e. Interest Rate: Fixed for 24 months at the tax exempt rate of 2.25%.
- f. Collateral: Full, faith, credit and taxing authority of the Borough.
- g. Conditions: To be negotiated if commitment is issued. The Borough will retain the ability to prepay this note early without penalty.
- i. Fees: The Borrower shall pay all fees and expenses associated with the loan transaction including all out of pocket expenses and attorneys fees incurred by the Bank.

ORDAINED AND ENACTED THIS 7TH DAY OF NOVEMBER, 2011.

ATTEST:


Kimberly A. Abradine
Borough Secretary

COUNCIL OF THE
BOROUGH OF CATAWISSA

By: *Scott A. Keefe*
Council President

APPROVED this 7th day of November, 2011

Arund J. O'Leary
Mayor