

TOWNSHIP OF HAMPTON

RESOLUTION No. 926

RESOLUTION AUTHORIZING  
TAX AND REVENUE ANTICIPATION NOTE

Whereas, the Township of Hampton, of Allegheny County, Pennsylvania, hereinafter called the "Local Government Unit", anticipates current revenues as yet uncollected; and

Whereas, the said Local Government Unit has inadequate funds for current expenditures; and

Whereas the said Local Government Unit has determined that it is necessary to borrow for the purpose of meeting current expenses by issuing a note to be repaid from said anticipated revenues; and

Whereas NexTier Bank, N.A. ("Purchaser") has submitted to the said Local Government Unit a proposal to purchase a tax anticipation note of the Local Government Unit and the Local Government Unit desires by the adoption of this resolution to accept such proposal and authorize the issuance and sale of its tax and revenue anticipation note;

Now therefore, Be It Resolved that:

(1) The Local Government Unit hereby authorizes the issuance of a tax and revenue anticipation note in the amount of \$2,000,000.00 in anticipation of the receipt of current taxes and revenues to be sold at private sale ("Note").

(2) The Note shall be in the denomination of \$2,000,000.00, shall be redeemable at any time at the option of the officers of the Local Government Unit without penalty or premium, shall be fully registered without coupons, shall be dated January 14, 2015, bear interest at the fixed rate of 0.81% percent, per annum (based upon a daily/360 accrual basis) shall mature on December 31, 2015 and shall be payable at the office of the Purchaser located at 245 Pittsburgh Road, Butler, PA 16001, and shall be substantially in the form annexed to the resolution as Exhibit A and hereby made a part of the resolution as though fully set forth in this place.

(3) The proposal of the Purchaser to purchase the Note dated December 15, 2014, is hereby accepted and shall be incorporated into the minutes of this meeting. A true and correct copy of said Proposal is attached hereto as Exhibit B, and the appropriate executive officers are hereby authorized and directed to execute and deliver a duplicate original of the acceptance of said proposal to the Purchaser.

(4) The Local Government Unit hereby pledges to the Purchaser and grants to the Purchaser a first lien and charge on its taxes and revenues to be received during the period when the Note is outstanding to secure the payment of the indebtedness evidenced hereby and the interest thereon. The Local Government Unit hereby authorizes and directs the Purchaser to file a financing statement pursuant to the Uniform Commercial Code to perfect the security interest hereby created. In the event of any default on the Note or hereunder, the Local Government Unit agrees to pay the reasonable expenses of the Purchaser (including court costs and attorney's fees) incurred in collecting the amounts due.

(5) Payment of principal and interest shall be made in the following amounts and on the following dates:

Accrued interest payable quarterly, with all outstanding principal and unpaid interest payable in full on December 31, 2015.

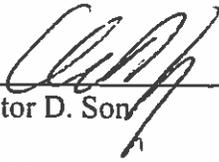
(6) The appropriate executive officer be and hereby is authorized and directed to execute and deliver in the name of, on behalf of, and under the seal of, the Local Government Unit, the Note in the form and containing terms described above, and the Secretary of the Local Government Unit be and hereby is authorized and directed to attest the same.

(7) The appropriate executive or fiscal officer be and hereby is authorized and directed to prepare or cause to be prepared and to file a Certificate as to Taxes and Revenues to be Collected as required by Section 8128 of the Local Government Unit Debt Act. A true and correct copy of said Certificate is attached hereto as Exhibit C.

(8) The elected officials of the Local Government Unit be and hereby are authorized and directed to perform all acts which are necessary and proper for the valid issuance and securing of the Note.

IN WITNESS WHEREOF, the undersigned has hereunto set his hand and affixed the seal of the Local Government Unit this 14<sup>th</sup> day of January, 2015.

TOWNSHIP OF HAMPTON

By:   
\_\_\_\_\_  
Victor D. Son  
President of Council

(Seal)

Attest:

  
\_\_\_\_\_  
W. Christopher Lochner  
Municipal Manager

CERTIFICATION

I, W. Christopher Lochner, Manager of the Township of Hampton, Allegheny County, Pennsylvania, hereby certify that the foregoing is a true and correct copy of a resolution, duly adopted by the majority vote of said Local Government Unit, at a meeting duly held on the 14<sup>th</sup> day of January, 2015, and that the minutes of said meeting showing how each member voted have been duly recorded in the official minutes of said Local Government Unit.

IN WITNESS WHEREOF, I have hereunto set my hand and seal this 14th day of January, 2015.



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W. Christopher Lochner  
Municipal Manager

Exhibit A

NOTE

Exhibit B

PROPOSAL OF PURCHASER

Exhibit C

CERTIFICATE OF TAXES AND REVENUES TO BE COLLECTED

Pursuant to Section 8126 of the Local Government Unit Debt Act, the executive officers of the Township of Hampton, Allegheny County, Pennsylvania (hereinafter the "Local Government Unit") hereby certify that:

1. The undersigned have carefully estimated that the following amounts of moneys will be received from taxes presently levied and assessed, and other revenues to be received (including subsidies and reimbursements) during the following months in the fiscal year ending December 31, 2015. (NOTE: Use only months during which the note will be outstanding)

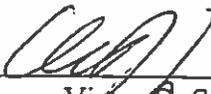
DATE	AMOUNT

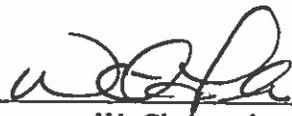
TOTAL: \$ \_\_\_\_\_

2. In making the foregoing estimate, the undersigned have considered the past and anticipated collection experience of the Local Government Unit and current economic conditions.

3. The amount of the borrowing pursuant to tax and revenue anticipation notes in the above-mentioned fiscal year, including the current obligation, does not exceed 85% of the sum of the revenues.

IN WITNESS WHEREOF, the undersigned have set their hands this 14<sup>th</sup> day of January, 2015.

  
\_\_\_\_\_  
Victor D. Son  
President of Council

  
\_\_\_\_\_  
W. Christopher Lochner  
Municipal Manager

**TOWNSHIP OF HAMPTON**

**Estimated Cumulative Cash Flow Deficit Calculation**

**Fiscal Year Ending December 31, 2014**

<b>Month</b>	<b>Opening Balance</b>	<b>Estimated Receipts</b>	<b>Estimated Expenditures</b>	<b>Cumulative Surplus (Deficit) 1 plus 2 minus 3</b>	<b>Reasonably Req. Cash Balance (use Expenditures for next mo.)</b>	<b>Cumulative Cash Flow Surplus (Deficit) 4 plus 5</b>
<b>January</b>	\$699,126	\$750,000	(\$1,000,000)	\$449,126	(\$1,250,000)	(\$800,874)
<b>February</b>	449,126	750,000	(1,250,000)	(50,874)	(1,800,000)	(1,850,874)
<b>March</b>	(50,874)	750,000	(1,800,000)	(1,100,874)	(1,800,000)	(2,900,874)
<b>April</b>	(1,100,874)	1,000,000	(1,800,000)	(1,900,874)	(1,750,000)	(3,650,874)
<b>May</b>	(1,900,874)	1,500,000	(1,750,000)	(2,150,874)	(1,271,963)	(3,422,837)
<b>June</b>	(2,150,874)	2,000,000	(1,271,963)	(1,422,837)	(835,000)	(2,257,837)
<b>July</b>	(1,422,837)	2,000,000	(835,000)	(257,837)	(833,000)	(1,090,837)
<b>August</b>	(257,837)	1,500,000	(833,000)	409,163	(833,000)	(423,837)
<b>September</b>	409,163	1,000,000	(833,000)	576,163	(830,000)	(253,837)
<b>October</b>	576,163	850,000	(830,000)	596,163	(834,500)	(238,337)
<b>November</b>	596,163	825,000	(834,500)	586,663	(835,500)	(248,837)
<b>December</b>	586,663	806,383	(834,500)	556,546	-0-	556,546
<b>TOTAL</b>		\$13,731,383	(\$13,871,963)			

COMPLETED BY:  TITLE: Municipal Manager