

MORRIS TOWNSHIP, CLEARFIELD COUNTY, PENNSYLVANIA
ORDINANCE NO. ~~08~~-10-2

AN ORDINANCE INCREASING THE INDEBTEDNESS OF MORRIS TOWNSHIP, COUNTY OF CLEARFIELD, PENNSYLVANIA, BY THE ISSUE OF A GENERAL OBLIGATION NOTE IN THE AMOUNT OF \$32,015.00 FOR SUNDRY PURPOSES; FIXING THE FORM, NUMBER, DATE, INTEREST, AND MATURITY THEREOF; MAKING A COVENANT FOR THE PAYMENT OF THE DEBT SERVICES ON THE NOTE; PROVIDING FOR THE FILING OF THE REQUIRED DOCUMENTS; 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 Morris Township, Clearfield County, Pennsylvania, be increased for the following purpose:

For the purpose of purchasing a 2009 Ford F-550 Truck for use by the Township of Morris; and

WHEREAS, the local government unit has received realistic cost estimates indicating the total purchase price for said vehicle is the sum of \$64,030.00 of which the amount of \$32,015.00 is to be financed; 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 Morris Township Board of Supervisors, Clearfield 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 Morris Township, County of Clearfield, Pennsylvania, proposed to be issued is \$32,015.00, same to be issued for the foregoing purpose and same to be incurred as nonelectoral debt.

SECTION 2. The period of useful life of the vehicle being purchased for which this obligation is to be issued is estimated to be in excess of ten years.

SECTION 3. Said indebtedness shall be evidenced by one General Obligation Note, in fully registered form, in the sum of \$32,015.00 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, at the rate of interest of Two and Fifty Hundredths percent (2.50%) fixed tax free rate per annum, payable on the unpaid balance of said Note, during the term of the Note, together with interest on overdue principal, which Note shall mature no later than sixty (60) months from the date of issuance with payments to be made monthly as to accrued

interest with the principal due in full on the date of maturity.

Morris Township reserves the right to anticipate any or all installments of principal or any payment of interest at any time prior to the respective payment dates thereof, without notice or penalty.

The principal and interest on 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 Morris Township, Clearfield County, Pennsylvania. The municipality hereby covenants that the municipality 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 Morris Township, Clearfield County, Pennsylvania, is hereby irrevocably pledged.

SECTION 5. The form of said Note shall be substantially as set forth in Exhibit A which is attached hereto

and incorporated herein by reference.

SECTION 6. The said Note shall be executed in the name and under the corporate seal of Morris Township by the Chairman of the Morris Township Board of Supervisors and attested to by the Township Secretary. The Township Secretary/Treasurer is hereby authorized and directed to deliver said Note to the purchaser, and receive payment therefore on behalf of Morris Township. The Chairman of the Morris Township Board of Supervisors and the Township Secretary of Morris Township are authorized and directed to prepare, verify and file the debt statement required by the provisions of the Local Government Unit Debt 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 7. Pennsylvania Local Government Investment Trust (State Fund Account) is hereby designated as the Sinking Fund Depository for the obligation herein authorized, and there is hereby created and established a sinking Fund, to be known as "Sinking Fund 2008 General Obligation Note", for the payment of the principal and interest thereon which shall be deposited into the Sinking Fund no later than the date upon which the same becomes due and payable. The Township Secretary/Treasurer shall

