

OFFICIAL

BOROUGH / TOWNSHIP OF AVALON

RESOLUTION NO. 850

A RESOLUTION OF THE BOROUGH / TOWNSHIP OF AVALON, COUNTY OF ALLEGHENY AND COMMONWEALTH OF PENNSYLVANIA, AUTHORIZING AND DIRECTING THE PROPER OFFICERS OF THE BOROUGH / TOWNSHIP TO EXECUTE ANY AND ALL DOCUMENTS NECESSARY TO SPONSOR PROPORTIONATLY AN AIM LOAN THROUGH THE BOROUGH OF SEWICKLEY FOR THE QUAKER VALLEY COUNCIL OF GOVERNMENTS IN AN AMOUNT NOT TO EXCEED \$59,000.00 TO REFINANCE A SEWER VACTOR UNIT AT A LOWER INTEREST RATE.

WHEREAS, the Boroughs and Townships of Aleppo, Avalon, Bell Acres, Bellevue, Edgeworth, Emsworth, Leet, Leetsdale, Osborne and Sewickley, ("Municipalities") are member municipalities of the Quaker Valley Council Of Governments ("QVCOG"); and

WHEREAS, in 1993, the QVCOG purchased a GMC Sewer Vactor And Cleaning Unit, hereinafter called "SMAC Unit", currently having an approximate value of \$170,000.00, on which there exists an outstanding loan in the approximate amount of \$59,000.00 at an interest rate of 6.1%; and

WHEREAS, it is in the interest of the QVCOG to apply to the Authority for Improvements in Municipalities of Allegheny County, hereinafter called "AIM" for a loan in the amount of \$59,000.00 with an annual interest rate of 3.0% and terminate the outstanding balance of the former loan at 6.1%; and

WHEREAS, the Borough of Sewickley has agreed to apply to AIM on behalf of the QVCOG, Municipalities and the QVCOG's other member municipalities for a loan to refinance the above SMAC Unit

at the above lower interest rate; and

WHEREAS, it is the intent of the Borough / Township to authorize the proper officers of the Borough / Township to execute an Agreement setting forth the Borough's / Township's respective and proportionate sponsorship of the AIM loan in the amount of \$59,000.00 and to indicate its continued commitment to the SMAC Program of the QVCOG; and

WHEREAS, proportionate sponsorship of said AIM loan will result in each of the above Municipalities being a co-owner of the SMAC Unit in the event of default by the QVCOG.

NOW THEREFORE, be it resolved that:

1. The proper officers of the Borough / Township are hereby authorized and directed to execute and deliver the Agreement attached hereto and made a part hereof as well as any and all additional documents necessary and to take any other action to evidence a proportionate sponsorship by the Borough / Township of the AIM application by the Borough of Sewickley for the QVCOG in an amount not to exceed \$59,000.00, the purpose of which loan is to refinance the outstanding balance of the present loan secured by the SMAC Unit.

2. The AIM loan by the Borough of Sewickley will result in a reduction in interest rate from six and one-half (6 1/2%) percent to three (3%) percent per annum.

3. Upon default by the QVCOG of its obligations under the within Agreement, the Boroughs and Townships proportionately sponsoring the above application by the Borough of Sewickley shall become co-owners with the QVCOG of the SMAC Unit, subject to the

balance due and owing on said loan.

4. Any resolution or part of resolution conflicting with the provisions of this Resolution is hereby repealed insofar as the same conflicts with this Resolution.

RESOLVED this 21st day of March, 1995.

ATTEST:

BOROUGH / TOWNSHIP OF AVALON

Jean A. Walsh
Secretary

Harry W. D. Moore
President of Council / Board of
Supervisors / Board of Commissioners

SEAL

[If Applicable]

EXAMINED AND APPROVED this 23RD day of March, 1995.

David Bicmar
Mayor