

OFFICIAL

BOROUGH OF AVALON

RESOLUTION NO. 876

A RESOLUTION OF THE BOROUGH OF AVALON, ALLEGHENY COUNTY, PENNSYLVANIA, AUTHORIZING THE ACCEPTANCE OF A PROPOSAL FROM NATIONAL CITY BANK OF PENNSYLVANIA FOR THE PURPOSE OF PURCHASING A 1984 E1 FIRE TRUCK IN THE AMOUNT OF \$90,000.00 FOR A TERM OF SIX (6) YEARS AT AN INTEREST RATE OF 69% OF PRIME, OR 5.70%.

WHEREAS, the Borough of Avalon deems it advisable to borrow the amount of Ninety Thousand Dollars (\$90,000.00) without issuance of bonds pursuant to Section 409 of the Local Government Unit Debt Act, as amended, for the purpose of purchasing a 1984 E-1 Fire Truck; and

WHEREAS, National City Bank of Pennsylvania has approved a Loan to help finance the fire truck.

NOW, THEREFORE, BE IT RESOLVED that:

1. The indebtedness of Avalon Borough be increased in the amount of Ninety Thousand Dollars (\$90,000.00) to be payable in six (6) years with interest of 5.70% evidenced by the issuance of an Installment Note.
2. The debt to be incurred is nonelectoral debt and is to be incurred to pay a portion of the cost of the fire truck.
3. The Note shall be executed by the proper officers of the Borough under the seal of the Borough of Avalon.
4. The officers of the Borough of Avalon are hereby authorized and directed to prepare, certify and file any documents required by the National City Bank of Pennsylvania.
5. The Note shall be a general obligation of the Borough of Avalon, and the Borough hereby covenants with National City Bank of Pennsylvania that it will include the amount of the debt service for each fiscal year in which any installment of principal and interest or penalty interest is payable in its budget for that year, and shall duly and punctually pay or cause to be paid the principal and interest on said Note on the dates and in the manner stated therein according to the true intent and meaning thereof, and for such budgeting, appropriation payment, the Borough hereby pledges its full faith, credit and taxing power.

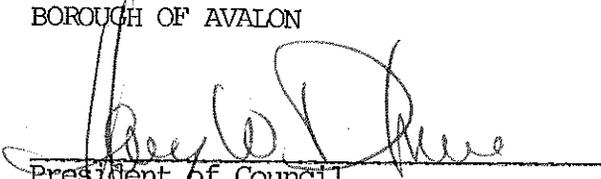
6. The proper officers of the Borough are hereby authorized and directed to do all acts necessary and proper for the issuance and securing of said Note.
7. All Resolutions or parts of Resolutions not in accordance with this Resolution are hereby repealed insofar as they conflict herewith.

ADOPTED this 17th day of December, 1996.

ATTEST:

BOROUGH OF AVALON


Secretary


President of Council

APPROVED BY THE MAYOR THIS
17th day of December, 1996.


Mayor