

RESOLUTION

RESOLUTION OF THE MUNICIPAL AUTHORITY OF THE BOROUGH OF PORTAGE APPROVING AND AUTHORIZING A LOAN IN THE AMOUNT OF \$4,878,500.00 FROM THE MAINLINE NATIONAL BANK AND SOMERSET TRUST COMPANY TO PROVIDE INTERIM FINANCING FOR THE MARTINDALE WATER IMPROVEMENT PROJECT

WHEREAS, the Municipal Authority of the Borough of Portage ("Authority") of Cambria County, Pennsylvania, has previously determined that it is in the public interest to improve its water line and construct certain facilities and improvements to the Authority's Water System (the "Project"); and

WHEREAS, the Authority has received approval from the USDA Rural Development Agency for long-term funding for a project, which funding offer requires the Authority to obtain interim funding to finance the project through construction. USDA will close on their loan after the construction is complete and pay off the interim loan; and

WHEREAS, the Authority has received a loan proposal from Mainline National Bank and Somerset Trust Company for the aforesaid interim financing in the amount of \$4,878,500.00 for a period of 24 months, a copy of said proposal being attached hereto; and

NOW, THEREFORE, BE IT RESOLVED by the Municipal Authority of the Borough of Portage, as follows:

SECTION 1. That the Board of the Authority hereby approves and authorizes the interim loan from Mainline National Bank and Somerset Trust Company in the amount of \$4,878,500.00 for a period of 24 months.

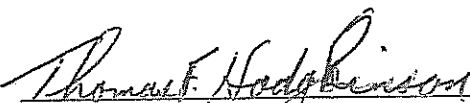
SECTION 2. That the required officers of the Authority be and hereby are authorized, directed and empowered to execute necessary documents or agreements, and to otherwise act on behalf of the Authority to effect such financing.

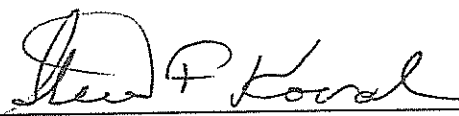
SECTION 3. That this resolution shall take effect at the earliest time provided by law.

Adopted on 6th day of October, 2011.

MUNICIPAL AUTHORITY OF
THE BOROUGH OF PORTAGE

ATTEST:


Thomas F. Hodgkinson, Secretary
(Seal)

By: 
Raymond A. Vandzura, Chairman
Steve F. Koval, Vice Chairman

RESOLUTION

I, the undersigned, hereby certify that I am the duly qualified and acting Secretary of the Municipal Authority of the Borough of Portage; that the foregoing is a full, true and correct copy of a Resolution adopted by the Board of the of Municipal Authority of the Borough of Portage at a meeting duly held on October 6, 2011; that said official action appears as a matter of public record in the official records or Minutes of the Authority; that said meeting was held in accordance with all applicable requirements of Pennsylvania law, including the Sunshine Act (65 PS §275 et seq); that a quorum was present at said meeting; that said official action has not been modified, amended, revoked or repealed and is now in full force and effect.

IN TESTIMONY WHEREOF, witness my signature this 6th day of October, 2011.

By: Thomas F. Hodgkinson
Thomas F. Hodgkinson, Secretary
(Seal)