

ORDINANCE

An ordinance of the Borough of Montrose, authorizing the Borough of Montrose to borrow \$50,000.00 from County National Bank, Montrose, Pa., to be used for the share of Redevelopment Funds of the Borough to be paid Susquehanna County Redevelopment Authority in 1979.

Be it enacted and ordained as follows:

SECTION 1: The funds to be borrowed are necessary and are to provide the share of Montrose Borough to be paid Susquehanna County Redevelopment Authority for 1979 to create parking in the Borough and related facilities, including sidewalks.

SECTION 2: The principal amount of the note to be issued pursuant to the ordinance is \$50,000.00, payable to County National Bank, Montrose, Pa., as set forth in Section 8 hereof.

SECTION 3: The debt to be incurred is non electoral debt.

SECTION 4: The President, Neil Andre, and the secretary, Cheryl Blaisure, are authorized and directed to prepare, certify, execute and deliver the required note to County National Bank, on the terms set forth in Section 8 hereof, and together with the Treasurer, James Sample, to execute the necessary debt statement, and file same.

SECTION 5: The note to be issued will be a general obligation note of the Borough of Montrose.

SECTION 6: The Borough of Montrose does hereby covenant with the holder of the note that the Borough shall include the amount of debt service for each fiscal year in which such sums are payable in its budget for that year, and shall appropriate such amounts from its general revenues for the payment of such debt service and shall duly and punctually pay or cause to be paid from its sinking fund or any other of its revenues or funds the principal of and interest on such note to the extent of its obligation at the dates and places and in the manner stated in the note, according to the true intent thereof. For such budgeting appropriation and payment in respect to such note, the Borough does pledge its full faith and credit and taxing power. The covenant shall be specifically enforceable. Nothing in this section shall be construed to give the Borough any taxing power not authorized by ordinance.

SECTION 7: The County National Bank, Montrose, Pa., is hereby appointed sinking fund depository for the payment of said note, and a sinking fund is hereby created for the payment of said note and money shall be deposited in such fund prior to the time when payment of such principal and interest shall be due and payable and shall be subject to a security interest for the holder of the note.

SECTION 8: The Borough of Montrose does hereby accept the proposal of The

County National Bank to loan it \$50,000.00 on a note dated January 2, 1979,

with interest at 5% per annum, payable in installments for 5 years as follows:

	<u>PRINCIPAL</u>	<u>INTEREST</u>
July 2, 1979		\$1250.00
January 2, 1980	\$10,000.00	1250.00
July 2, 1980		1000.00
January 2, 1981	10,000.00	1000.00
July 2, 1981		750.00
January 2, 1982	10,000.00	750.00
July 2, 1982		500.00
January 2, 1983	10,000.00	500.00
July 2, 1983		250.00
January 2, 1984	10,000.00	250.00

SECTION 9: The form of the note is hereto attached and made a part hereof.

Enacted and Ordained this 4th day of December, 1978.

PRESIDENT

Attest: _____

Secretary

Approved: _____

MAYOR