

AN ORDINANCE OF THE CITY COUNCIL
OF THE CITY OF DUBOIS
(PENNSYLVANIA)

ENACTED AUGUST 12, 2024, AND NUMBERED #1881

**FORMAL ACTION CONSTITUTING A DEBT ORDINANCE
UNDER THE LOCAL GOVERNMENT UNIT DEBT ACT**

AUTHORIZING THE INCURRING OF NONELECTORAL DEBT BY THE ISSUANCE OF GENERAL OBLIGATION BONDS AND NOTES (THE "OBLIGATIONS") IN AN AGGREGATE PRINCIPAL AMOUNT NOT-TO-EXCEED SIXTEEN MILLION DOLLARS (\$16,000,000.00); COVENANTING TO PAY, AND PLEDGING UNLIMITED TAXING POWER OF THE LOCAL GOVERNMENT UNIT FOR THE PAYMENT OF, THE OBLIGATIONS; AUTHORIZING THE ESTABLISHMENT OF A SINKING FUND AND THE APPOINTMENT OF A SINKING FUND DEPOSITORY; FIXING THE FORM, MAXIMUM INTEREST RATES, MATURITY, REDEMPTION AND OTHER PROVISIONS FOR THE PAYMENT THEREOF; AUTHORIZING THE ACCEPTANCE OF A PROPOSAL FOR THE PURCHASE OF THE OBLIGATIONS; AUTHORIZING BOND INSURANCE, IF DESIRED; AUTHORIZING A FILING OF REQUIRED DOCUMENTS WITH THE DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT; RATIFYING AND DIRECTING CERTAIN ACTIONS OF OFFICERS; AND MAKING CERTAIN OTHER COVENANTS AND PROVISIONS IN RESPECT OF THE OBLIGATIONS.

Bond Counsel:

Dinsmore & Shohl LLP
1300 Six PPG Place
Pittsburgh, PA 15222

Solicitor:

Dillon McCandless King Coulter and Graham LLP
1600 Cranberry Woods Drive, Suite 175
Cranberry Township, PA 16066

WHEREAS, the City Council of the above-named City of DuBois deems it advisable to borrow an aggregate principal sum not to exceed \$16,000,000.00 pursuant to undertake the Project (defined hereinafter); and

WHEREAS the City Council of the City of DuBois desires to incur indebtedness, within constitutional and statutory limitations, in order to undertake said Project; and

WHEREAS, the incurrence of such indebtedness is governed by the provisions of the Local Government Unit Debt Act, 53 Pa.C.S.A. §8001 et seq., as amended (the "Debt Act"), with which this Debt Ordinance and all related proceedings of the Local Government Unit and all duly authorized actions of its officers are intended to comply.

NOW, THEREFORE, BE IT, AND IT HEREBY IS, ENACTED by the affirmative vote of a majority of all members of the Governing Body of the Local Government Unit as follows:

ARTICLE 1 - DEFINITIONS

Unless the context clearly indicates otherwise, the following terms, for all purposes of this Debt Ordinance, shall have the meanings hereby ascribed to them. Moreover, such terms, together with all other provisions of this Debt Ordinance, shall be read and understood in a manner consistent with the provisions of the Debt Act, as generally interpreted by the Department of Community and Economic Development or by courts maintaining competent jurisdiction. Words or phrases importing the masculine gender should be read and understood to include the feminine and neuter genders and those importing number include singular or plural, both as appropriate to the context. The word "person," in addition to natural persons, means and includes corporations, associations and public bodies and their successors unless the context indicates otherwise.

"Authentication Date" means that date or those dates, individual to respective Obligations, upon which the Sinking Fund Depository shall execute and deliver a new and original instrument upon the transfer, exchange or other processing for registration of an Obligation, thereby authenticating it the same as, and to be, a valid and outstanding obligation of the Local Government Unit.

"Authorized Investments" means: (1) **as to the proceeds of the Obligations:** (i) United States Treasury bills; (ii) short-term obligations of the United States Government or its agencies or instrumentalities; (iii) deposits in savings accounts or time deposits or share accounts of institutions (including the Sinking Fund Depository) insured by the Federal Deposit Insurance Corporation to the extent that such accounts are so insured, and, for any amounts above the insured maximum, provided that approved collateral as provided by law therefor shall be pledged by the depository (including collateral pooled in accordance with the Act of August 6, 1971, P.L. 281, No. 72, relating to pledges of assets to secure deposits of public funds); (iv) obligations of the United States of America or any of its agencies or instrumentalities backed by the full faith and credit of the United States of America, the Commonwealth of Pennsylvania or any of its agencies or instrumentalities backed by the full faith and credit of the Commonwealth, or of any political subdivision of the Commonwealth of Pennsylvania or any of its agencies or instrumentalities backed by the full faith and credit of the political subdivision; and (v) shares of an investment company registered under the Investment Company Act of 1940, whose shares are registered under the Securities Act of 1933 provided, that the following are met: (a) the only investments of the company are in the authorized investments for township funds listed in clauses (i) through (iv), and repurchase agreements fully collateralized by such investments; (b) the investment company is managed so as to maintain its shares at a constant net asset value in accordance with 17 CFR 270 2a-7 (relating to money market funds); and (c) the investment company is rated in the highest category by a nationally recognized rating agency; and (vi) (t) obligations, participations or other instruments of any Federal agency, instrumentality or United States government-sponsored enterprise, rated at least "A" or its equivalent by at least two nationally recognized statistical ratings organizations, (u) repurchase agreements with respect to obligations described in (i), (ii) and (iv) above, (v) negotiable certificates of deposit, (w) bankers' acceptances, (x) commercial paper, (y) shares of an investment company and (z) savings or demand deposits, as all of the seven foregoing subcategories of this category (vi) are further defined within, and satisfy the terms and conditions of, Act 10 of 2016 of the General Assembly of the Commonwealth of Pennsylvania (adopted March 25, 2016 and effective May 24, 2016); and (2) **as to moneys at any time on deposit in the Sinking Fund:** (i) obligations which are direct obligations of, or are fully guaranteed as to principal and interest by, the United States of America, (ii) direct general obligations of the Commonwealth of Pennsylvania, or any securities in which the Commonwealth may, at such time, invest its moneys, or (iii) deposits at interest in time accounts, certificates of deposit or other interest bearing accounts of any bank, bank and trust company (including the Sinking Fund Depository), savings bank, savings and loan association or building and loan association. The authorization set forth above for investment in obligations of the United States of America shall include money market funds invested solely in such obligations, including any such funds maintained by the Sinking Fund Depository. To the extent that any such deposits described in (b)(iii) above are insured by the Federal Deposit Insurance

Corporation or similar Federal agency, they need not be secured. Otherwise, such deposits shall be secured as public deposits or as trust funds; provided in all events that such investments shall be made in a manner consistent with sound business practice and, if required for prompt expenditure, shall be held in demand deposits. In the event, from time to time, and to the extent such investments may periodically require valuation, their value shall be determined on the following bases (and if more than one basis applies, according to the lowest of them): (a) as to investments the bid and asked prices of which are published on a regular basis in The Wall Street Journal - the arithmetic mean of the bid and asked prices for such investments so published on or immediately prior to such time of determination; (b) as to investments the bid and asked prices of which are not published on a regular basis in The Wall Street Journal - the average bid price established for such investments by any three nationally recognized government securities dealers at the time making a market in such investments or the average bid price published by a nationally recognized pricing service; and (c) as to time deposits, certificates of deposit and bankers' acceptances — the face amount thereof, plus accrued interest.

"Bond Counsel" means Dinsmore & Shohl LLP, 1300 Six PPG Place, Pittsburgh, Pennsylvania 15222.

"Bond Insurance Policy" means that standard policy of the Insurer, if acquired, to ensure timely payment of the scheduled principal of and interest on the Obligations to the owners thereof, upon satisfaction of all preconditions set forth in said Policy, as specifically noted by a legend or other appropriate text hereby authorized to be printed on the Obligations themselves. If no Bond Insurance Policy is acquired by the Local Government Unit at the time the Obligations are issued, then the term "Bond Insurance Policy" shall not be relevant to the Obligations.

"Dated Date" means that date or those dates, as the same may vary by series, upon which interest will begin to accrue on the Obligations, as determined and fixed by the Local Government Unit and the Purchaser in the applicable Purchase Proposal.

"Debt Ordinance" means this document, being the formal action taken by the Local Government Unit according to the requirements of Section 8003 of the Debt Act in order to authorize and incur the debt represented by the Obligations. Such term shall apply whether, under the law and current practices of the Local Government Unit, it would normally take formal action by enactment of an ordinance, adoption of a resolution or some other similar means.

"Designated Officer(s)" has the meaning given to such term in Section 2 hereof.

"First Interest Payment Date" means that date or those dates, as the same may vary by series, upon which interest on the Obligations is first payable, as determined and fixed by the Local Government Unit and the Purchaser in the applicable Purchase Proposal.

"Governing Body" means the City Council of the Local Government Unit, being that entity authorized by law to fix the rate of, and to levy, taxes within the Local Government Unit.

"Insurer" means the issuer of the Bond Insurance Policy, if any such policy is acquired, as identified in the applicable Purchase Proposal. If no Bond Insurance Policy is acquired by the Local Government Unit at the time the Obligations are issued, then the term "Insurer" will not be relevant to the Obligations.

"Interest Payment Date(s)" means, singularly or jointly, that date, or those dates, as the same may vary by series, of each year during the term of the Obligations, upon which interest on the Obligations is payable, as determined and fixed by the Local Government Unit and the Purchaser in the applicable Purchase Proposal, commencing with the First Interest Payment Date.

“Local Government Unit” means the City of DuBois, a political subdivision of the Commonwealth of Pennsylvania duly organized and validly existing under the Constitution and laws of the Commonwealth.

“Mandatory Redemption Date(s)” means that date, or those dates, as the same may vary by series, of each year during the term of the Obligations, if any, on which outstanding Obligations will be mandatorily redeemed by the Local Government Unit in accordance with the terms of the Obligation, as determined and fixed by the Local Government Unit and the Purchaser in the applicable Purchase Proposal.

“Maturity Date(s)” means that date, or those dates, as the same may vary by series, of each year during the term of the Obligations on which the Obligations mature in accordance with their terms, as determined and fixed by the Local Government Unit and the Purchaser in the applicable Purchase Proposal.

“Obligations” means, collectively, the General Obligation Bonds, Series of 2024 (the “Bonds”) and the Grant Anticipation Note, Series of 2024 (the “Note”) (unless the Purchaser specifies one or more different series designations, including alpha or numeric designations of sub-series, in the Purchase Proposal), in an aggregate principal amount not to exceed \$16,000,000.00, which are hereinafter authorized to be issued, sold and delivered for purposes of the Project, and which constitute instruments imposing an obligation upon the Local Government Unit for the repayment of money borrowed. The Obligations shall be printed substantially in the forms provided in Section 4.13 and shall fall within the definition of “Security” set forth in, and otherwise shall be governed by, Article 8 of the Uniform Commercial Code, to the extent permitted by, and consistent with, the Debt Act. Such term may include a single Obligation or several Obligations.

“Optional Redemption Date” means that date, or those dates, as the same may vary by series, of that year, if any, on which the outstanding Obligations may be redeemed, in whole or in part, at the option of the Local Government Unit, as determined and fixed by the Local Government Unit and the Purchaser in the applicable Purchase Proposal.

“Project” means, (1) as to the proceeds of the Bonds, (a) the current refunding, in order to both exchange notes for bonds and achieve debt service savings pursuant to Section 8241(b)(i) of the Debt Act, of the Local Government Unit’s outstanding general obligation notes issued in 2012, 2013 and 2015 (the “Prior Notes”) and (b) funding payment of all costs and expenses in connection with the issuance and sale of the Bonds; and, (2) as to the proceeds of the Note, (x)(i) additions, renovations and improvements to the City Office Building, to accommodate the consolidation of the City of DuBois and Sandy Township; (ii) installation of a new roof and exterior cosmetic work on the Sandy Township building for the purposes of long-term storage; and (iii) various and sundry other capital improvements to the City facilities; and (y) funding payment of all costs and expenses in connection with the issuance and sale of the Note. Reasonable estimates of the cost of the Project, which is not less than the principal amount of the indebtedness authorized hereby, together with the useful life of the capital additions being funded and the assets to be refinanced by the Obligations (being on a weighted average of twenty-five (25) years), have been obtained with the assistance of engineers, architects, financial advisors and other persons qualified by experience. Nothing contained herein prohibits the Governing Body, under proper enactment of an ordinance and compliance with all provisions of law, from amending, adding to, subtracting from, substituting for or otherwise altering the Project.

“Purchase Price” means not less than (A) 95% of the par amount of the Obligations, (B) reduced or increased by any net original issue discount or premium, if any, and (C) plus accrued interest, if any, to the date of delivery of the Obligations, as any such discounts or accrued interest or original issue premium shall be specified in the applicable Purchase Proposal.

“Purchase Proposal” means the written agreement (or agreements), including formal addenda thereto, for the purchase and sale of the Obligations, to be presented by the Purchaser, and accepted by the Local Government Unit, by execution and delivery of the same by the Designated Officers, pursuant to the authority granted in Section 11.01 hereof.

“Purchaser” means Janney Montgomery Scott LLC, One PPG Place, 22nd Floor, Pittsburgh, PA, 15222.

“Rating Agency” means Standard & Poor's Rating Services or Moody's Investors Service, as specified by the Purchaser in the applicable Purchase Proposal.

“Record Date(s)” means, singularly or jointly, the 15th day of the calendar month next preceding a respective Interest Payment Date if the Interest Payment Date is on the 1st day of the month, or the last day of the calendar month next preceding a respective Interest Payment Date if the Interest Payment Date is on the 15th day of the month.

“Redemption Price” means 100% of the principal amount thereof, together with accrued interest to the date fixed for redemption.

“Registered Owner” or “Owner” or any similar term means, when used with respect to an Obligation or any Obligations, the person whose name appears in the records of the Paying Agent as such owner.

“Sinking Fund Depository” means U.S. Bank Trust Company National Association, being a bank or bank and trust company located and lawfully conducting a banking or trust business in the Commonwealth of Pennsylvania, having designated corporate trust offices in Pittsburgh, Pennsylvania. Said bank shall assume, undertake and perform the duties of the Sinking Fund Depository specified by this Debt Ordinance or contained in the Debt Act, and shall further act as Paying Agent and Registrar in respect of the Notes, according to the provisions of this Debt Ordinance and the Debt Act and in compliance at all times with then current industry standards and practices.

Notwithstanding the foregoing if, in the event the payment of the Obligations has been insured to the owners thereof by a duly issued and outstanding Bond Insurance Policy, the Sinking Fund Depository shall be, and remain at all times, acceptable to the Insurer, who shall be empowered to request of the Local Government Unit the appointment of a successor for cause shown.

“Solicitor” means Dillon McCandless King Coulter and Graham LLP, 1600 Cranberry Woods Drive, Suite 175, Cranberry Township, PA 16066.

“Term Obligations” means that one or those several sets of Obligations, if any, stated to mature on a date certain, but which shall be mandatorily redeemed on specified anniversary dates in certain years preceding the date of maturity, as determined and fixed by the Local Government Unit and the Purchaser in the applicable Purchase Proposal.

- END OF ARTICLE 1 -

ARTICLE 2 - AUTHORIZATION OF DEBT

Section 2.01. Incurrence. The Local Government Unit does hereby authorize and directs the incurrence of nonelectoral debt in an amount not to exceed the aggregate principal amount of \$16,000,000.00 for the purposes of the Project; such debt shall be evidenced by the Obligations, to be issued, sold and delivered according to the provisions of the Purchase Proposal, when executed, this Debt Ordinance and the Debt Act, as general obligations of the Local Government Unit.

Section 2.02. Preparation of Debt Statement Exclusion of Indebtedness. The Designated Officers are hereby authorized and directed to prepare and verify under oath or affirmation, according to the requirements of Sections 8002 and 8110 of the Debt Act, the Debt Statement of the Local Government Unit; all previous actions of Designated Officers in this regard are hereby ratified and confirmed.

Section 2.03. Proceedings Before the Department. The Designated Officers are hereby further authorized and directed to prepare and file all proceedings of the Local Government Unit relative to this incurrence of debt with the Department of Community and Economic Development and to respond to all inquiries or requests and to perform all other actions necessary to enable the Department to certify its approval to issue, sell and deliver the Obligations.

Section 2.04. Stated Maturity Dates; Yield. The Local Government Unit hereby finds and determines that: (1) the Obligations are to be issued with: (a) a final stated maturity date which does not exceed the sooner to occur of forty years or the useful life of the capital assets financed; (b) an initial stated installment or maturity of principal which has not been deferred beyond the later of two years from the date of issuance of the Obligations; (2) the stated maturities, or principal installments subject to mandatory redemption, if any, of the Obligations have been fixed either: (a) so as to amortize the Obligations on at least an approximately level debt service plan during the period specified for the payment of principal under Section 8142(b) of the Debt Act; or (b) in the alternative, so that the debt service on outstanding debt of the Local Government Unit (being the Obligations, together with the other outstanding debt of the Local Government Unit) will be brought more nearly into an over-all level annual debt service plan and (3) the yields on the Obligations have been fixed so that no such yield on any single maturity during the last two-thirds of the term of the Obligations is less than the yield of the maturity preceding it.

- END OF ARTICLE 2 -

ARTICLE 3 - SECURITY FOR DEBT; SINKING FUND

Section 3.01. General Obligation Covenant. The Obligations shall be general obligations of the Local Government Unit. The Local Government Unit hereby covenants with the owners from time to time of the Obligations to: (a) include the amount necessary to service the debt on the Obligations, for each fiscal year in which such sums are payable, in its budget for that year; (b) appropriate such amounts from its general revenues to the payment of such debt service; and (c) duly and punctually pay, or cause to be paid, from its Sinking Fund or from any other of its revenues or funds, the principal of and the interest on the Obligations at the dates and place and in the manner stated in the Obligations, according to the true intent and meaning thereof.

For such budgeting, appropriation and payment of the Obligations, the Local Government Unit hereby irrevocably pledges its full faith, credit and taxing power. The maximum amounts of debt service hereby covenanted to be paid are set forth in *Exhibit A*, attached to this Debt Ordinance and incorporated by reference herein.

As provided in the Debt Act, the foregoing covenants are specifically enforceable. Notwithstanding the foregoing, nothing contained herein shall prohibit or restrain the authorization, issuance, sale or delivery of additional general obligation bonds or notes of the Local Government Unit on a parity with these Series of Obligations, upon adoption of an appropriate covenant to budget, appropriate and pay additional taxes and other revenues and funds for the payment and security of such additional obligations.

Section 3.02. Creation of Sinking Fund. The Local Government Unit hereby orders to be created and established (in its name and identified by reference to the Obligations), following the execution of the Purchase Proposal, a Sinking Fund for the payment of the Obligations with the Sinking Fund Depository, and does further covenant to maintain such Sinking Fund until the Obligations are paid in full. The Designated Officer is hereby authorized and directed to contract with the Sinking Fund Depository for its services in such capacity, when appropriate, together with its services as Paying Agent and Registrar for the Obligations.

Section 3.03. Deposits into Sinking Fund. The Local Government Unit covenants with the owners of the Obligations, and a Designated Officer (according to the duties specified in Section 8223 of the Debt Act) is hereby authorized and directed, to withdraw from the General Fund (or in the event debt service charges have been capitalized, from any Project Fund hereafter established with the proceeds of the Obligations, as authorized in Section 11.04) and to deposit into the Sinking Fund on or before the appropriate Interest Payment Dates (or as and when otherwise due by the terms of the Bond Insurance Policy, if any, and in order to provide same-day, available funds for timely payment), amounts sufficient to pay: (a) the interest on the Obligations then outstanding; and (b) the principal of the Obligations then maturing or subject to redemption on each such Interest Payment Date as set forth in Section 3.01.

Section 3.04. Investment of Sinking Fund. All moneys in the Sinking Fund not required for prompt expenditure may, in accordance with written or telephonic (if subsequently confirmed in writing according to the reasonable practices and requests of the Sinking Fund Depository) instructions of a Designated Officer, be invested in Authorized Investments.

Authorized investments must mature or must be subject to redemption, withdrawal or collection in their full amount at the option of the Sinking Fund Depository not later than the date upon which moneys are required to be paid to owners of the Obligations. All moneys in the Sinking Fund shall be applied exclusively to the payment of the Obligations as they become due and payable. All moneys deposited into the Sinking Fund and all investments and proceeds thereof shall be subject to a perfected security interest for the benefit of the owners of the Obligations. Income received from any deposit or investment within the

Sinking Fund shall remain within and be a part of the Sinking Fund and all such amounts may be applied in reduction or completion of any amount covenanted under Section 3.01 hereof to be deposited therein; provided, however, that the obligation of the Local Government Unit to pay the Obligations is, and shall remain, absolute, and may not be satisfied or reduced merely by the deposit of moneys into the Sinking Fund or from the expectation of earnings thereon.

- END OF ARTICLE 3 -

ARTICLE 4 - TERMS AND PROVISIONS OF THE OBLIGATIONS

Section 4.01. Dates, Maturity Amounts and Interest Rates. The Obligations shall be identified by the Dated Date, shall be dated as of the Authentication Dates, shall bear (or accrue) interest not to exceed the rate(s) (or yield(s)), payable or compounded on the appropriate Interest Payment Dates, and shall mature on the Maturity Dates (or be redeemed, mandatorily, on the appropriate Mandatory Redemption Dates, as provided in Section 4.03) and in the maximum principal amounts (or maturity amounts) set forth in Section 3.01.

Section 4.02. Optional Redemption. The Obligations scheduled to mature on a date after the Optional Redemption Date may be redeemed prior to maturity at the option of the Local Government Unit (a) in whole, on the Optional Redemption Date, if any, or on any date thereafter, or (b) in part, from time to time, on the Optional Redemption Date or on any date thereafter, by lot within a maturity, upon payment of the applicable Redemption Price. As provided in Section 4.10 hereof, notice of optional redemption of bonds or notes, which may be conditional, shall be given by first class mail.

Section 4.03. Mandatory Redemption. Term Obligations (if any) shall be redeemed prior to maturity by the Sinking Fund Depository without further authorization on the appropriate Mandatory Redemption Dates and in the appropriate principal amounts set forth in Article 1 and in Section 3.01 hereof upon payment of the applicable Redemption Price.

Section 4.04. Book Entry System. The Obligations shall be issued in denominations of \$5,000, or any integral multiple thereof, initially in the form of one fully registered Obligation for the aggregate principal amount of the Obligations of each maturity, which Obligations will be registered in the name of Cede & Co., as nominee of the Depository Trust Company, New York, New York ("DTC"). Initially, all of the Obligations will be registered in the name of Cede & Co., as nominee of DTC; provided that if DTC requests that the Obligations be registered in the name of a different nominee, the Sinking Fund Depository must exchange all or any portion of the Obligations for an equal aggregate principal amount of Obligations registered in the name of such nominee of DTC. No person other than DTC or its nominee is entitled to receive from the Local Government Unit or the Sinking Fund Depository either an Obligation or any other evidence of ownership of the Obligations, or any right to receive any payment in respect thereof unless DTC or its nominee transfers record ownership of all or any portions of the Obligations on the Register (as such term is defined in Section 4.08), in connection with discontinuing the book entry system.

So long as the Obligations or any portion thereof are registered in the name of DTC or any nominee thereof, all payments of the principal or redemption price of or interest on such Obligations will be made to DTC or its nominee in immediately available funds on the dates provided for such payments in this Ordinance. Each such payment to DTC or its nominee will be valid and effective to discharge fully all liability of the Local Government Unit or the Sinking Fund Depository with respect to the principal or redemption price of or interest on the Obligations to the extent of the sum or sums so paid. In the event of the redemption of less than all of the Obligations outstanding of any maturity, the Sinking Fund Depository will not require surrender by DTC or its nominee of the Obligations so redeemed, but DTC (or its nominee) may retain such Obligations and make an appropriate notation on the bond or note certificate as to the amount of the partial redemption provided that DTC must deliver to the Sinking Fund Depository, upon request, a written confirmation of the partial redemption and thereafter the records maintained by the Sinking Fund Depository will be conclusive as to the amount of the Obligations of such maturity which have been redeemed.

The Local Government Unit and the Sinking Fund Depository may treat DTC (or its nominee) as the sole and exclusive owner of the Obligations registered in its name for the purposes of payment of the principal or redemption price of or interest on the Obligations, selecting the Obligations or portions thereof

to be redeemed, giving any notice permitted or required to be given to Registered Owners under this Ordinance, registering the transfer of Obligations, obtaining any consent or other action to be taken by Registered Owners and for all other purposes whatsoever; and neither the Local Government Unit nor the Sinking Fund Depository will be affected by any notice to the contrary. Neither the Local Government Unit nor the Sinking Fund Depository will have any responsibility or obligation to any participant in DTC, any person claiming a beneficial ownership interest in the Obligations under or through DTC or any such participant; or any other person which is not shown on the Register as being Registered Owner, with respect to either (1) the Obligations; or (2) the accuracy of any record maintained by DTC or any such participant; or (3) the payment by DTC or any participant of any amount in respect of the principal or redemption price of or interest on the Obligations; or (4) any notice which is permitted or required to be given to Registered Owners under this Ordinance; or (5) the selection by DTC or any participant of any person to receive payment in the event of partial redemption of the Obligations; or (6) any consent given or other action taken by DTC as Registered Owner.

So long as the Obligations or any portion thereof are registered in the name of DTC or any nominee thereof, all notices required or permitted to be given to the Registered Owners under this Ordinance will be given to DTC as provided in the blanket representation letter previously delivered to DTC.

In connection with any notice or other communication to be provided to Registered Owners pursuant to this Ordinance by the Local Government Unit or the Sinking Fund Depository with respect to any consent or other action to be taken by Registered Owners, DTC will consider the date of receipt of notice requesting such consent or other action as the record date for the consent or other action, provided that the Local Government Unit or the Sinking Fund Depository may establish a special record date for such consent or other action. The Local Government Unit or the Sinking Fund Depository must give DTC notice of the special record date not less than 10 days in advance of such special record date.

Any successor Sinking Fund Depository must, in its written acceptance of its duties under this Ordinance, agree to take any actions necessary from time to time to comply with the requirements of the representation letter.

The book-entry system for registration of the ownership of the Obligations may be discontinued at any time if either: (1) after notice to the Local Government Unit and the Sinking Fund Depository, DTC determines to resign as securities Depository for the Obligations; or (2) after notice to DTC and the Sinking Fund Depository, the Local Government Unit determines that a continuation of the system of book-entry transfers through DTC (or through a successor securities depository) is not in the best interest of the Local Government Unit. In either of such events (unless in the case described in clause (2) above, the Local Government Unit appoints a successor securities depository), the Obligations will be delivered in registered certificate form to such persons, and in such maturities and principal amounts, as may be designated by DTC, but without any liability on the part of the Local Government Unit or the Sinking Fund Depository for the accuracy of such designation. Whenever DTC requests the Local Government Unit and the Sinking Fund Depository to do so, the Local Government Unit and the Sinking Fund Depository must cooperate with DTC in taking appropriate action after reasonable notice to arrange for another securities depository to maintain custody of certificates evidencing the Obligations. The Obligations will also carry CUSIP numbers as a convenience to owners.

Section 4.05. Interest Payments: Accrual. The Obligations will bear interest, payable in arrears, initially on the First Interest Payment Date and then on each Interest Payment Date subsequent for the respective preceding period; provided, further, that interest may be paid from an Interest Payment Date next preceding the date of an Obligation except when the date of such Obligation is a date to which interest has been so paid, then from the date of such Obligation, or when either (1) the date of such Obligations is prior to the First Interest Payment Date, or (2) no interest has been paid, then from the Dated Date.

Section 4.06. Record Date Payments on Default. The person in whose name any Obligation is registered at the close of business on any Record Date with respect to any Interest Payment Date, Redemption Date or Maturity Date will be entitled to receive the amounts payable on such payment date notwithstanding the cancellation of such Obligation upon any transfer or exchange thereof subsequent to such Record Date and prior to such payment date.

When, if, and to the extent, the Local Government Unit defaults in the payment of any amount due on any such dates, any moneys collected for such payment, as and when collected from time to time, may be paid to the persons in whose names Obligations are registered at the close of business on a Special Record Date established by the Sinking Fund Depository, notice of which shall have been mailed to all Registered Owners of Obligations not less than ten days prior to such date.

Section 4.07. Funds for Payment. The Obligations will be payable at the offices of the Sinking Fund Depository in the coin or currency of the United States of America that is legal tender for the payment of public and private debts at the time and place of payment; provided, however, in the absence of written demand for such payment by the Registered Owner, received by the Sinking Fund Depository not later than the Record Date, all payments of interest on the Obligations shall be made by check or draft drawn on the Sinking Fund Depository and mailed, first class, postage prepaid, to the owner at the address that appears in the Register, and all payment of principal shall be made in like manner, following presentation at the offices of the Sinking Fund Depository.

If the date for payment of principal of, premium, if any, or interest on any Obligations shall be a Saturday, Sunday, legal holiday or a day on which banking institutions in the Commonwealth of Pennsylvania are authorized or required by law or executive order to close, then the date for such payment shall be the next succeeding day which is not a Saturday, Sunday, legal holiday or a day on which such banking institutions are authorized or required to be closed, and payment on such date shall have the same force and effect as if made on the nominal date established for such payment.

Section 4.08. Registration and Transfer. The Local Government Unit shall cause to be kept with the Sinking Fund Depository, in its capacity as Registrar, a Register in which, subject to reasonable regulations, the Local Government Unit will provide for the registration of Obligations and the registration of transfers and exchanges of Obligations. No transfer or exchange of any Obligation will be valid unless made at the offices of the Sinking Fund Depository and registered in the Register, subject, in all events, to the provisions of Section 4.04 hereof.

Upon surrender for registration of transfer of any Obligation, the Local Government Unit must execute, and the Sinking Fund Depository shall authenticate and deliver in the name of the transferee or transferees, a new Obligation or Obligations of any authorized denomination, of the same yield and maturity, and in the same principal amount, as the Obligation so surrendered.

Any Obligation is be exchangeable for other Obligations of the same yield and maturity, in any authorized denomination, in the same principal amount as the Obligation or Obligations presented for exchange. Upon surrender for exchange of any Obligation, the Local Government Unit shall execute, and the Sinking Fund Depository shall authenticate and deliver in exchange therefor, the new Obligation or Obligations which the Registered Owner making the exchange shall be entitled to receive.

All Obligations issued upon any registration of transfer or exchange shall be valid obligations of the Local Government Unit, evidencing the same indebtedness and entitled to the same benefits under this Debt Ordinance as the Obligations surrendered for such registration of transfer or exchange. All Obligations so surrendered shall be cancelled and may be destroyed by the Sinking Fund Depository.

Every Obligation presented or surrendered for registration of transfer or exchange must be duly endorsed, or be accompanied by a written instrument of transfer, in form and with guaranty of signature satisfactory to the Local Government Unit and the Sinking Fund Depository, duly executed by the owner thereof or the duly authorized agent or legal representative of the owner.

No service charge shall be imposed on any Registered Owner for any transfer or exchange of any Obligation, but the Local Government Unit may require payment of a sum sufficient to cover any tax or other governmental charge that may be imposed in connection with any transfer or exchange of Obligations.

Neither the Local Government Unit, nor the Sinking Fund Depository, shall be required to issue, or register the transfer or exchange of, any Obligation: (a) in the case of Obligations then considered for redemption, during a period beginning at the close of business on the fifteenth (15th) day next preceding any date of selection of Obligations to be redeemed and ending at the close of business on the day on which the applicable notice of redemption is mailed; (b) once selected for redemption in whole or part until after the redemption date; or (c) during the period beginning at the opening of business on the fifteenth (15th) day preceding the date of maturity on the Obligation and ending at the close of business on the date of maturity.

The Obligations shall be initially registered in accordance with instructions submitted to the Sinking Fund Depository by the Purchaser.

Section 4.09. Execution and Authentication. The Obligations shall be executed on behalf of the Local Government Unit by the Designated Officers, and shall have a facsimile of the corporate seal of the Local Government Unit affixed thereto, duly attested. The Obligations shall be authenticated by the manual execution of the Certificate of Authentication by a duly authorized officer of the Sinking Fund Depository.

No Obligation shall be valid until the Certificate of Authentication has been duly executed and such authentication shall be the conclusive and only proof that any Obligation has been issued pursuant to, and is entitled to any benefits conferred under, the provisions of this Debt Ordinance. To the extent that any one signature on an Obligation (including the signature of the officer of the Sinking Fund Depository) is manual, all other signatures may be by facsimile.

Section 4.10. Notices, Selection of Obligations for Redemption. Notice of redemption shall be given by first class mail, postage prepaid, not less than 30 nor more than 60 days prior to the applicable redemption date, to the Registered Owners of Obligations to be redeemed at the addresses which appear in the Obligation Register on the fifth business day preceding the date selected for the mailing of such notice and to the Rating Agency, and the Insurer, if any. Neither failure to mail such notice nor any defect in the notice so mailed or in the mailing thereof with respect to any one Obligation shall affect the validity of the proceedings for the redemption of any other Obligation. If the Local Government Unit shall have duly given notice of redemption and shall have deposited funds for the payment of the Redemption Price of the Obligations with the Sinking Fund Depository, interest on such Obligations shall cease to accrue after such redemption date.

Notices of redemption shall be dated and shall state: (a) the redemption date; (b) the Redemption Price; (c) if less than all outstanding Obligations of a series are to be redeemed, the identification numbers and the respective maturity amounts of the Obligations to be redeemed; (d) the applicable CUSIP numbers of the Obligations called for redemption (if then generally in use, but shall state that no representation is made as to the correctness of such numbers either as printed on the Obligations or as contained in the notice and that reliance may be placed only on the identification numbers printed on the Obligations); (e) that on the redemption date the Redemption Price will become due and payable upon each such Obligation or portion thereof called for redemption, and that interest thereon shall cease to accrue from and after said

date; and (f) that such Obligations are to be surrendered for payment at the designated corporate trust office of the Sinking Fund Depository. Additionally, notices of optional redemption may state that the redemption is conditioned upon the deposit with the Sinking Fund Depository, by the Local Government Unit, of funds sufficient to pay the Redemption Price on the Redemption Date.

If less than all Obligations of a series maturing on any one date are to be redeemed at any time, the Sinking Fund Depository shall select by lot the Obligations to be redeemed at such time.

Any portion of any Obligation of a denomination larger than \$5,000 may be redeemed, but only in the principal amount of \$5,000 or any integral multiple thereof. Prior to selecting Obligations for redemption, the Sinking Fund Depository shall assign numbers to each \$5,000 portion of any Obligation of a denomination larger than \$5,000 and shall treat each portion as a separate Obligation in the denomination of \$5,000 for purposes of selection for redemption. Upon surrender of any Obligation for redemption of a portion thereof, the Sinking Fund Depository shall authenticate and deliver to the owner thereof a new Obligation or Obligations of the same series and maturity and in any authorized denominations requested by the owner in a principal amount equal to the unredeemed portion of the Obligation surrendered.

Section 4.11. Temporary Obligations. Obligations in definitive form shall be printed and provided to the Sinking Fund Depository. Until bonds or notes in definitive form are ready for delivery, the Local Government Unit may execute, and upon request the Sinking Fund Depository shall authenticate and deliver, in lieu thereof and subject to the same provisions, limitations and conditions, one or more printed, lithographed or typewritten Obligations in temporary form, substantially in the form described in Section 4.13, and with appropriate omissions, variations and insertions. Until exchanged for Obligations in definitive form, such Obligations in temporary form shall be valid obligations entitled to the benefit of this Debt Ordinance. The Local Government Unit shall, without unreasonable delay, prepare, execute and deliver to the Sinking Fund Depository, and thereupon, upon the presentation and surrender of any Obligation or Obligations in temporary form, the Sinking Fund Depository shall authenticate and deliver, in exchange therefor, an Obligation or Obligations in definitive form of the same series and maturity for the same aggregate maturity amount as the Obligation or Obligations in temporary form surrendered. Such exchange shall be made by the Local Government Unit at its own expense and without making any charge therefor.

Section 4.12. Obligations Lost or Destroyed. Upon receipt by the Local Government Unit and the Sinking Fund Depository of evidence satisfactory to both of them that any outstanding Obligation has been mutilated, destroyed, lost or stolen, and of indemnity satisfactory to both of them, the Local Government Unit may, in its discretion, execute and thereupon the Sinking Fund Depository shall authenticate and deliver a new Obligation of the same series and maturity and of like tenor in exchange and substitution for, and upon surrender and cancellation of, the mutilated Obligation, or in lieu of and in substitution for the Obligation so destroyed, lost or stolen.

The Local Government Unit may, for each new Obligation authenticated and delivered under the provisions of this Section, require the payment of expenses, including counsel fees. Any Obligation issued under the provisions of this Section in lieu of any Obligation alleged to be destroyed, lost or stolen, shall constitute an original additional and independent contractual obligation on the part of the Local Government Unit whether or not the Obligation so alleged to be destroyed, lost or stolen be at any time enforceable by anyone, and shall be equally and proportionately entitled to the benefits of this Debt Ordinance with all other Obligations issued hereunder and all limitations and debt limits imposed by the Debt Act shall be increased to the extent necessary to validate such new Obligations.

Section 4.13. Form of the Obligations. The Obligations shall be substantially in the following form(s):

FORM OF BONDS/NOTES

CITY OF DUBOIS
(CLEARFIELD COUNTY, PENNSYLVANIA)
[GENERAL OBLIGATION BONDS][GRANT ANTICIPATION NOTE], SERIES OF 2024

<u>DATED DATE</u>	<u>INTEREST RATE</u>	<u>MATURITY DATE</u>	<u>CUSIP</u>
_____, 2024	_____ %		

REGISTERED OWNER: CEDE & CO.

PRINCIPAL AMOUNT: _____ DOLLARS

City of DuBois (Clearfield County, Pennsylvania) (the "Local Government Unit"), a township of the second class of the Commonwealth of Pennsylvania, duly organized and validly existing under the Constitution and laws of the Commonwealth, for value received and intending to be legally bound, hereby acknowledges itself indebted and promises to pay, as a general obligation of the Local Government Unit, to the Registered Owner hereof, on the Maturity Date stated above, upon presentation and surrender hereof, the Principal Amount stated above and to pay interest thereon at the Interest Rate per annum stated above, semiannually on _____ and _____ in each year during the term of this [Bond/Note] (beginning [_____, 2024] from the most recent [_____] and [_____, respectively, to which interest has been paid or provided for (or from the Dated Date if no interest has been paid) until full payment of said Principal Amount to the Registered Owner has been made or provided for.

The principal of, interest on, and premium, if any, on this [Bond/Note] are payable in the coin or currency of the United States of America that, at the time and place of payment, is legal tender for payment of public and private debts, at the designated corporate trust offices of U.S. Bank Trust Company National Association, Pittsburgh, Pennsylvania, in its capacity as Sinking Fund Depository, Paying Agent and Registrar (the "Sinking Fund Depository"); provided that, absent written demand by the Registered Owner, received by the Sinking Fund Depository not later than the Record Date, periodic payments of current interest will be made by check or draft drawn on the Sinking Fund Depository and mailed, first class, postage prepaid, to the Registered Owner on the appropriate Record Date at the address that appears on the Register described below, and that payment of principal will be made in like manner following presentation at the offices of the Sinking Fund Depository.

UNLESS THIS CERTIFICATE IS PRESENTED BY AN AUTHORIZED REPRESENTATIVE OF THE DEPOSITORY TRUST COMPANY, A NEW YORK CORPORATION ("DTC"), TO THE LOCAL GOVERNMENT UNIT OR ITS AGENT FOR REGISTRATION OF TRANSFER, EXCHANGE OR PAYMENT, AND ANY CERTIFICATE ISSUED IS REGISTERED IN THE NAME OF CEDE & CO. OR IN SUCH OTHER NAME AS IS REQUESTED BY AN AUTHORIZED REPRESENTATIVE OF DTC (AND ANY PAYMENT IS MADE TO CEDE & CO. OR TO SUCH OTHER ENTITY AS IS REQUESTED BY AN AUTHORIZED REPRESENTATIVE OF DTC) **ANY TRANSFER, PLEDGE, OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL INASMUCH AS THE REGISTERED OWNER HEREOF, CEDE & CO., HAS AN INTEREST HEREIN.**

This [Bond/Note] is one of a duly authorized series of [Bond/Note]s, designated ["General Obligation Bonds, Series of 2024"] ["Grant Anticipation Note, Series of 2024"] of the Local Government Unit (the "[Bonds/Note]"), issued in accordance with the Local Government Unit Debt Act of the General Assembly of the Commonwealth of Pennsylvania, 53 Pa.C.S.A. §8001 et seq., as amended (the "Debt Act"), pursuant to all the terms and provisions of the formal action of the Local Government Unit (the "Debt Ordinance"), and with the approval of the Department of Community and Economic Development of the Commonwealth of Pennsylvania.

Interest payable on any Interest Payment Date will be paid to the person in whose name this [Bond/Note] is registered at the close of business on the fifteenth day of the calendar month (the "Record Date"), immediately preceding the applicable Interest Payment Date. Any interest which is not deposited with the Sinking Fund Depository on or before any Interest Payment Date for payment to the Registered Owner of record on the Record Date will forthwith cease to be payable to such Registered Owner on the Record Date, and will be paid to the person in whose name this [Bond/Note] is registered on a Special Record Date for the payment of such defaulted interest to be fixed by the Sinking Fund Depository, notice of which shall be given to all Registered Owner not less than 10 days prior to the Special Record Date.

The [Bonds/Note] maturing after _____ are subject to redemption at the option of the Local Government Unit prior to their stated Maturity Dates, as a whole or in part, from time to time, and if in part in any order of maturity and in any authorized principal amount within a maturity, and by lot within a maturity, on _____ or any time thereafter, in both cases upon payment of the Redemption Price of 100% of the principal amount thereof, plus interest accrued to the date fixed for redemption.

The [Bonds/Note] are subject to mandatory redemption prior to their stated maturity dates, on _____ of the years [_____] through [____], inclusive, as follows:

If less than all the [Bonds/Note] maturing on any one date are to be redeemed at any time, the [Bonds/Note] to be called for redemption at such time will be chosen by the Sinking Fund Depository, by lot.

Notice of redemption, which may be conditional for redemption at the option of the Local Government Unit, of any [Bonds/Note] shall be given to the Registered Owner of such [Bonds/Note] by first class mail, not less than thirty (30) nor more than sixty (60) days prior to the redemption date, all in the manner and upon the terms and conditions set forth in the Debt Ordinance. A portion of a [Bonds/Note] of a denomination larger than \$5,000 may be redeemed, and in such case, upon the surrender of such [Bonds/Note], there will be issued to the Registered Owner thereof, without charge therefor, a registered [Bond/Note] or [Bonds/Note] for the unredeemed balance of the principal amount of such [Bonds/Note], all as more fully set forth in the Debt Ordinance. If notice of redemption shall have been duly given, the [Bonds/Note] or portions thereof specified in that notice shall become due and payable at the applicable Redemption Price on the designated redemption date, and if, on such date, moneys are held by the Sinking Fund Depository for the payment of the Redemption Price of the [Bond/Note]s to be redeemed, together with interest to the date fixed for redemption, then from and after such date interest on such [Bonds/Note] shall cease to accrue.

The Local Government Unit, pursuant to recommendations made by the Committee on Uniform Security Identification Procedures, has caused CUSIP numbers to be printed on the [Bonds/Note], and has directed the Sinking Fund Depository to use such numbers in notices of redemption and other notices, if any, as a convenience to the Registered Owners of the [Bonds/Note]. No representation is made as to the accuracy of such numbers either as printed on the [Bonds/Note] or as contained in any notice and reliance may be placed only on the identification number printed hereon.

This [Bond/Note] may be transferred or exchanged only on the Register maintained by the Local Government Unit at the designated corporate trust office of the Sinking Fund Depository upon its surrender by the Registered Owner at such office duly endorsed by, or accompanied by a written instrument of transfer duly executed by, the Registered Owner or a duly authorized agent or legal representative of the Registered Owner, in each case, in form and with a guaranty of signature satisfactory to the Local Government Unit and the Sinking Fund Depository. No service charge will be imposed on any Registered Owner of any [Bond/Note] for any transfer or exchange of any [Bond/Note], but the Local Government Unit may require payment of any tax or other governmental charge that may be imposed in connection with any transfer or exchange of [Bonds/Note].

The Local Government Unit is not required to register the transfer or exchange of any [Bond/Note]: (a) in the case of [Bonds/Note] then considered for redemption, during a period beginning at the close of business on the fifteenth (15th) day next preceding any date of selection of [Bond/Note]s to be redeemed and ending at the close of business on the day on which the applicable notice of redemption is mailed; (b) once selected for redemption in whole or part until after the redemption date; or (c) during the period beginning at the opening of business on the fifteenth (15th) day preceding the date of maturity on the [Bond/Note] and ending at the close of business on the date of maturity.

Subject to the provisions of this [Bond/Note] and of the Debt Ordinance, the Sinking Fund Depository may treat the Registered Owner of this [Bond/Note] as the absolute owner, for all purposes, whether or not this [Bond/Note] is overdue, and neither the Local Government Unit nor the Sinking Fund Depository will be affected by any notice to the contrary.

This [Bond/Note] is hereby declared to be a general obligation of the Local Government Unit. The Local Government Unit covenants with the Registered Owner of this [Bond/Note] to include the amount necessary to pay the debt service hereon, in each fiscal year for which such sums are due, in its budget for that year, to appropriate such amounts from its general revenues to the payment of such debt service and to duly and punctually pay or cause to be paid from its Sinking Fund or any other of its revenues or funds, the principal of this [Bond/Note] and the interest hereon on the dates, at the place and in the manner stated herein, according to the true intent and meaning hereof.

It is hereby certified that all acts, conditions and things required by the laws of the Commonwealth of Pennsylvania to exist, to have happened or to have been performed, precedent to or in the issuance of this [Bond/Note] or in the creation of the debt of which this [Bond/Note] is evidence, exist, have happened and have been performed in regular and due form and manner as required by law; that this [Bond/Note], together with all other indebtedness of the Local Government Unit, is within every debt and other limit applicable to the Local Government Unit prescribed by the Constitution and the laws of the Commonwealth of Pennsylvania; that the Local Government Unit has established with the Sinking Fund Depository a Sinking Fund for this [Bond/Note] and will deposit therein amounts sufficient to pay the principal of and interest on this [Bond/Note] when due and payable; and that for the prompt and full payment of all obligations under this [Bond/Note], the full faith, credit and taxing power of the Local Government Unit are hereby irrevocably pledged.

No recourse shall be had for the payment of the principal of or the interest on this [Bond/Note], or for any claim based hereon, against any officer, agent, attorney or employee, past, present or future, of the Local Government Unit, as such, either directly or through the Local Government Unit, whether by virtue of any constitutional provision, statute or rule of law, or by the enforcement of any assessment or penalty, or otherwise; all such liability of such officers, agents or employees is hereby renounced, waived and released as a condition of and as consideration for the issuance and acceptance of this [Bond/Note].

This [Bond/Note] will not be valid or become obligatory for any purpose unless the Certificate of Authentication is signed by the manual signature of an authorized officer of the Sinking Fund Depository.

IN WITNESS WHEREOF, the Local Government Unit has caused this [Bond/Note] to be duly executed in its name by the facsimile signature of its President of City Council, together with a facsimile of its corporate seal affixed hereto duly attested by the facsimile signature of its Secretary, and dated as of the Date of its Authentication.

ATTEST:

CITY OF DUBOIS

Secretary

By: _____
Mayor & President of City Council

[SEAL]

CERTIFICATE OF AUTHENTICATION

This [Bond/Note] is one of the issue of [\$_____.00] City of DuBois (Clearfield County, Pennsylvania), [General Obligation Bond, Series of 2024][Grant Anticipation Note, Series of 2024] authorized by the within-mentioned Debt Ordinance.

The Opinion attached hereto is the opinion of Dinsmore & Shohl LLP, Bond Counsel, of Pittsburgh, Pennsylvania, an executed counterpart of which, dated the date of delivery of and payment for the Series of [Bonds/Note] of which this [Bond/Note] is one, is on file at the offices of the Sinking Fund Depository.

**U.S. BANK TRUST COMPANY NATIONAL
ASSOCIATION**, as Sinking Fund Depository and
Paying Agent

AUTHENTICATION DATE:

Authorized Officer

_____, 2024

TEXT OF OPINION OF DINSMORE & SHOHL LLP DELIVERED IN RESPECT OF [\$_____]
CITY OF DUBOIS (CLEARFIELD COUNTY, PENNSYLVANIA) [GENERAL OBLIGATION BONDS
SERIES OF 2024][GRANT ANTICIPATION NOTE].

[OPINION OF BOND COUNSEL]

[STATEMENT OF INSURANCE, IF ANY]

ASSIGNMENT

FOR VALUE RECEIVED the undersigned hereby sells, assigns and transfers unto

Please insert Social Security or other identifying
number of assignee

Please print or typewrite name and address
including postal zip code of transferee

the within [Bond/Note] and all rights thereunder, and hereby irrevocably constitutes and appoints

_____ Agent to transfer the within [Bond/Note] on the books kept for registration thereof,
with full power of substitution in the premises.

Dated

Signature(s) Guaranteed:

NOTICE: Signature(s) must be guaranteed by
a member firm of an approved Signature
Guaranteed Medallion Program.

NOTICE: The signature(s) to this assignment must
correspond with the name(s) as written upon the face
of the [Bond/Note], in every particular, without
alteration or enlargement, or any change whatever.

- END OF ARTICLE 4 -

ARTICLE 5 - CONCERNING THE SINKING FUND DEPOSITORY

Section 5.01. Maintenance of Sinking Fund. The Sinking Fund Depository shall maintain the Sinking Fund as a separate account, and shall, without further authorization other than as herein contained, pay, from moneys therein, the principal of, interest on and premium, if any, on the Obligations, as and when due, to the Registered Owners thereof.

Section 5.02. Unclaimed Funds. The Sinking Fund Depository shall return to the Local Government Unit all moneys deposited and held in a Sinking Fund for the payment of Obligations which have not been claimed by the Registered Owners after two years from the date when payment is due, except where such funds are held for the payment of outstanding checks, drafts or other instruments of the Sinking Fund Depository. Nothing in this Section or by reason of any action taken hereunder shall relieve the Local Government Unit of its liability for payment to the Registered Owners of unrepresented Obligations.

Section 5.03. Registration Agents. In the event the Obligations are qualified by the Purchaser, or are otherwise determined to be eligible, for the deposit, book-entry, withdrawal and other related services of The Depository Trust Company (or another or additional recognized Obligation registration agent performing similar services), the Sinking Fund Depository shall undertake and perform those additional duties which may be required of it in order to enable The Depository Trust Company (or other similar agent) to perform such services for its Participants, including the processing of transfers of registration within necessary time periods, the payment of Obligations by acceptable fund transfers and the delivery of adequate redemption and other payment notices.

Section 5.04. Liability of Sinking Fund Depository. The Sinking Fund Depository may exercise any of the powers or perform any duty hereunder by or through attorneys, agents, receivers or employees, and it shall not be answerable or accountable for any act, default, neglect or misconduct of any such attorney, agent, receiver or employee, if reasonable care has been exercised in the appointment and retention of such person, nor shall the Sinking Fund Depository be otherwise answerable or accountable under any circumstances whatever in connection with such powers or duties, except for its own gross negligence or willful misconduct. The Sinking Fund Depository shall be protected and shall incur no liability in relying, acting or proceeding in good faith upon any notice, request, order, certificate, report, opinion, statement, affidavit, voucher, or other paper or document believed by it to be genuine and to have been signed, passed or presented by the proper person, nor be bound to make any investigation into the matters stated therein. However, the Sinking Fund Depository may, at any time in its discretion, require of the Local Government Unit full information and advice as to the above as well as to the performance of any of the covenants, conditions and agreements in this Debt Ordinance and may further make or cause to be made independent investigations, at the expense of the Local Government Unit, concerning its affairs. The Sinking Fund Depository shall consult with legal counsel to be selected and employed by it and the opinion of such counsel will be full and complete authorization and protection in respect of any action taken or suffered by it hereunder in good faith and in accordance with the written opinion of such counsel. The Sinking Fund Depository shall not have any liability under, nor duty to inquire into the terms and provisions of any agreement or instructions, other than as outlined in this Debt Ordinance. The Sinking Fund Depository shall have no duty to solicit any payments that may be due it hereunder. The Local Government Unit covenants and agrees to indemnify and hold the Sinking Fund Depository and its directors, officers, agents and employees (collectively, the "Indemnitees") harmless from and against any and all liabilities, losses, damages, fines, suits, actions, demands, penalties, costs and expenses, including out-of-pocket, incidental expenses, legal fees and expenses, the allocated costs and expenses of in-house counsel and legal staff and the costs and expenses of defending or preparing to defend against any claim ("Losses") that may be imposed on, incurred by, or asserted against, the Indemnitees or any of them for following any instruction or other direction upon which the Sinking Fund Depository is authorized to rely pursuant to the terms of this Debt Ordinance. In addition to and not in limitation of the immediately preceding sentence, the Local

Government Unit also covenants and agrees to indemnify and hold the Indemnitees and each of them harmless from and against any and all Losses that may be imposed on, incurred by, or asserted against the Indemnitees or any of them in connection with or arising out of the Sinking Fund Depository's performance under this Debt Ordinance provided the Sinking Fund Depository has not acted with negligence or engaged in willful misconduct. The provisions of this Section 5.04 shall survive the termination of the maturity or defeasance of the Obligations the resignation or removal of the Sinking Fund Depository for any reason. Anything herein to the contrary notwithstanding, in no event shall the Sinking Fund Depository be liable for special, indirect or consequential loss or damage of any kind whatsoever (including but not limited to lost profits), even if the Sinking Fund Depository has been advised of such loss or damage and regardless of the form of action.

Section 5.05. Ownership of Obligations. The Sinking Fund Depository, in its individual capacity or as a fiduciary, may become the owner of Obligations, with the same rights it would have if it were not the Sinking Fund Depository. The Sinking Fund Depository may also engage in, or be interested in, any financial or other transaction with the Local Government Unit not in derogation of the rights of the Registered Owners of the Obligations.

Section 5.06. Interpretation. The Sinking Fund Depository may construe any of the provisions of this Debt Ordinance insofar as the same may appear to be ambiguous or inconsistent with any other provision hereof, and any construction of any such provisions hereof by the Sinking Fund Depository in good faith shall be binding upon the Registered Owners of the Obligations.

Section 5.07. Fees and Expenses. The Sinking Fund Depository shall be paid such initial and periodic fees for its services and reimbursed for such expenses, as are specified in those proposals and other such communications made to and received by the Local Government Unit in connection with the Obligations, if any, or, in all events, according to its usual, customary and reasonable schedule of fees and other charges.

Section 5.08. Removal: Resignation. The Sinking Fund Depository shall serve in such capacity at the will of the Local Government Unit and may be removed, at any time, with or without cause, by the appointment of a qualified successor and upon sixty (60) days written notice to the Registered Owners of the Obligations and to the Sinking Fund Depository. Moreover, but if, and only in the event that, the payment of the Obligations has been insured to the Registered Owners thereof by a duly issued and outstanding Bond Insurance Policy, then the Sinking Fund Depository and any successor shall be, and remain at all times, acceptable to the Insurer, who shall be empowered to request the appointment of a successor for cause shown. The Sinking Fund Depository may at any time resign and be discharged of the trust hereby created by giving not less than sixty (60) days written notice to the Local Government Unit and the Registered Owners, specifying the date when such resignation shall take effect, in the manner required for Obligation redemption notices in Section 4.10 hereof, and such resignation shall take effect upon the day specified in such notice, unless previously a successor Sinking Fund Depository shall have been appointed by the Local Government Unit as hereinbefore provided, in which event such resignation shall take effect immediately on the appointment of the successor. Any corporation or association into which the Sinking Fund Depository in its individual capacity may be merged or converted or with which it may be consolidated, or any corporation or association resulting from any merger, conversion or consolidation to which the Sinking Fund Depository in its individual capacity shall be a party, or any corporation or association to which all or substantially all the corporate trust business of the Sinking Fund Depository in its individual capacity may be sold or otherwise transferred, shall be the Sinking Fund Depository under this Debt Ordinance without further ac.

Section 5.09. Duties upon Default. If the Local Government Unit fails or refuses to make any required deposit in the Sinking Fund, the Sinking Fund Depository shall (a) independent of events and

actions of Registered Owners, any trustee or any court or administrative or judicial officer undertaken or occurring pursuant to the provisions of Article 6 hereof: (i) notify the Department of Community and Economic Development of such failure or refusal, in order to facilitate an inspection of the Sinking Fund by the Department pursuant to Section 8226 of the Debt Act; and (ii) notify the Insurer; and (b) in conjunction with such events and actions under Article 6 hereof, may, and upon request of the Registered Owners of twenty-five percent (25%) in principal amount of outstanding Obligations and upon being indemnified against cost and expense must, exercise any remedy, provided in Article 6 of this Debt Ordinance, in the Debt Act or at law or in equity, for the equal and ratable benefit of the Registered Owners of the outstanding Obligations, and must disburse all funds so collected equally and ratably to the Registered Owners thereof pursuant to the requirements of Subchapter D of Chapter 82 of the Debt Act.

Notwithstanding the foregoing, however, if, and only in the event, the payment of the Obligations has been insured to the Registered Owners thereof by a duly issued and outstanding Bond Insurance Policy, then the Sinking Fund Depository shall diligently seek recovery of funds for the payment of the Obligations from the Insurer according to the terms of such Bond Insurance Policy and, in the event the terms of the Bond Insurance Policy are being fully met and satisfied by the Insurer, then the Sinking Fund Depository may undertake the remedies provided in subparagraph (b) of this Section 5.09 only after notice to, and with the consent of, the Insurer.

- END OF ARTICLE 5 -

ARTICLE 6 - DEFAULTS AND REMEDIES

Section 6.01. Failure to Budget Debt Service. Subject to the provisions of Section 6.06 hereof, if applicable, if the Local Government Unit fails or refuses to make adequate provision in its budget for any fiscal year for the sums payable in respect of the Obligations, then at the suit of the Registered Owner of any Obligation, the Court of Common Pleas of the county in which the Local Government Unit is located, (or, if located in more than one county, then of either) shall after a hearing held upon such notice to the Local Government Unit as the Court may direct, and upon a finding of such failure or neglect, by writ of mandamus, require the Designated Officer to pay into the Sinking Fund the first tax moneys or other available revenues or moneys thereafter received in such fiscal year by the Designated Officer until the sum on deposit in the Sinking Fund shall equal the moneys that should have been budgeted or appropriated for the Obligations.

Section 6.02. Failure to Pay Principal or Interest. Subject to the provisions of Section 6.06 hereof, if applicable, if the Local Government Unit fails or neglects to pay or cause to be paid the interest or principal on any of the Obligations, when due and payable, and such failure continues for thirty (30) days, the Registered Owner thereof shall, subject to any appropriate priorities created under the Debt Act, have the right to recover the amount due in an action in assumpsit in the Court of Common Pleas of the county in which the Local Government Unit is located (or, if located in more than one county, then of either). The judgment recovered shall have an appropriate priority upon the moneys next coming into the treasury of the Local Government Unit.

Section 6.03. Trustee for Registered Owners.

(a) Subject to the provisions of Section 6.06 hereof, if applicable, but notwithstanding any other provision in this Debt Ordinance, if the Local Government Unit defaults in the payment of the principal of or the interest on the Obligations after the same shall become due, and such default shall continue for thirty (30) days, or if the Local Government Unit fails to comply with any provision of the Obligations or this Debt Ordinance, the Registered Owners of twenty-five percent in aggregate principal amount of the Obligations then outstanding, by an instrument or instruments filed in the office for the recorder of deeds in the county in which the Local Government Unit is located, signed and acknowledged in the same manner as a deed to be recorded, may appoint a trustee, who may be the Sinking Fund Depository, to represent the Registered Owners of all such Obligation or Obligations, and such representation shall be exclusive for the purposes herein provided.

(b) Such trustee, may, and upon written request of the Registered Owners of twenty-five percent in principal amount of the Obligations then outstanding and upon being furnished with indemnity satisfactory to it shall, in his, her or its own name take one or more of the actions set forth below and the taking of such actions shall preclude similar action whether previously or subsequently initiated by individual Registered Owners of the Obligations:

(1) By mandamus or other suit, action or proceeding at law or in equity, enforce all rights of the Registered Owners of the Obligations or require the Local Government Unit to carry out any other agreement with the Registered Owners of the Obligations;

(2) Bring suit on the Obligations without the necessity for producing the same;

(3) Petition the Court to levy, and the Court is hereby empowered to levy, after a hearing upon such notice to the owners of assessable real estate as the Court may

prescribe, the amount due before or after the exercise of any right of acceleration on the Obligations plus estimated costs of collection upon all taxable real estate and other property subject to ad valorem taxation within the Local Government Unit, in proportion to the value thereof as assessed for tax purposes, and the trustee may collect, or cause the Local Government Unit to collect, such amounts as by foreclosure of a mortgage or security interest on the realty or other property if not paid on demand. Any assessment levied pursuant hereto shall have the same priority and preference, as against other liens or mortgages on the real estate or security interests in fixtures thereon or other property, as a lien for unpaid taxes;

(4) By suit in equity, enjoin any acts or things which may be unlawful or in violation of the rights of the Registered Owners of the Obligations; or

(5) After thirty (30) days prior written notice to the Local Government Unit, declare the unpaid principal of all the Obligations to be, and it shall thereby become, forthwith due and payable with interest at the rates stated in the Obligations until final payment (and, if all defaults are made good, then to annul such declaration and its consequences)..

(c) If the Sinking Fund Depository is willing to serve and exercise the powers conferred upon a trustee appointed by this Section 6.03, no trustee appointed in the manner provided in this Section shall have the powers herein set forth unless the appointment under this Section was executed by or pursuant to the authority of the Registered Owners of a principal amount of such Obligations sufficient to remove such originally appointed trustee.

(d) Proof of ownership of Obligations and of execution of instruments relative thereto shall be made according to the provisions of Section 8114 of the Debt Act.

Section 6.04. Costs of Suits or Proceedings. In any suit, action or proceeding by or on behalf of the Registered Owners of defaulted Obligations, the fees and expenses of a trustee or receiver, including operating costs of a project and reasonable counsel fees, shall constitute taxable costs, and all such costs and disbursements allowed by the court shall be deemed additional principal due on the Obligations, and shall be paid in full from any recovery prior to any distribution to the Registered Owners of the Obligations.

Section 6.05. Distribution of Moneys Realized for Registered Owners. Moneys or funds collected for the Registered Owners of defaulted Obligations shall, after the payment of costs and fees as provided in Section 6.04, be applied by the trustee or receiver as follows:

(a) Unless the principal of all the Obligations has become or has been declared due and payable, (i) to the payment to the Registered Owners entitled thereto of all installments of interest then due in the order of their respective due dates and, if the amount available is not sufficient to pay any installment in full, then to the payment ratably according to the amounts due on such installment, to the Registered Owners entitled thereto, without any discrimination or preference; and (ii) to the payment to the Registered Owners entitled thereto of the unpaid principal of any Obligations which has become due, whether at stated Maturity Dates or by call for redemption, in the order of their respective due dates, and if the amount available is not sufficient to pay in full all the Obligations due on any date, then to the payment ratably, according to the amounts of principal due on such dates, to the Registered Owners entitled thereto without any discrimination or preference.

(b) If the principal of all the Obligations has become or has been declared due and payable, to the payment of the principal and interest then due and unpaid upon the Obligations without preference or priority of principal over interest or interest over principal, or of any installment of interest over any other installment of interest, or of any Obligation over any other Obligation, ratably according to the amounts due respectively for principal and interest, to the Registered Owners entitled thereto without any discrimination or preference.

Section 6.06. Bond Insurance Policy: Procedure for Payment Thereunder. Payment of the Obligations may be insured to the Registered Owners by a Bond Insurance Policy hereby authorized, to be purchased upon the issuance and delivery of the Obligations if requested in or required by the Purchase Proposal.

If a Bond Insurance Policy is issued to insure the Obligations, no provisions of this Debt Ordinance, the Debt Act or otherwise arising at law or in equity for the enforcement of claims by Registered Owners for the payment of either principal or interest in respect of the Obligations will be effectuated without the consent of the Insurer, so long as the terms of the Bond Insurance Policy are being fully met and satisfied.

In the event that the principal and/or interest due on the Obligations is paid by the Insurer pursuant to such a Bond Insurance Policy, all covenants, agreements and other obligations of the Local Government Unit to the Registered Owners of the Obligations under this Debt Ordinance and under the Debt Act, shall continue to exist and will run to the benefit of the Insurer, who will be subrogated to the rights of such Registered Owners. Accordingly, the Sinking Fund Depository must abide and follow all instructions of such Insurer for the prompt payment of the principal of and/or interest due on the Obligations to the Registered Owners, including provision of the Register to the Insurer, processing of checks or other remittances on behalf of the Insurer, collection of Obligations and notation of the Insurer's interest as subrogee within its records and on its books.

- END OF ARTICLE 6 -

ARTICLE 7 - AMENDMENTS AND MODIFICATIONS

Section 7.01. Amendments Without Consent. The Local Government Unit may, from time to time and at any time, enact, execute, file with the Department and deliver to the Sinking Fund Depository, who shall accept the same, debt ordinances amending, modifying or supplemental hereto shall not be inconsistent with the terms and provisions hereof and which shall not adversely affect the rights of the Registered Owners of the Obligations (which modifying or supplemental debt ordinances shall thereafter form a part hereof) for the following purposes:

- (a) to cure any ambiguity, formal defect or omission in this Debt Ordinance;
- (b) to grant or confer upon the Sinking Fund Depository for the benefit of the Registered Owners of the Obligations any additional rights, remedies, powers, authority or security that may lawfully be granted to or conferred thereupon;
- (c) to add to this Debt Ordinance additional covenants and agreements thereafter to be observed by, or to surrender any right or power herein reserved to or conferred upon, the Local Government Unit; or
- (d) to amend the definition of the Project and change the purposes of the Obligations, in compliance with all provisions of the Debt Act.

Section 7.02. Amendments With Consent. With the consent of the Registered Owners of not less than sixty-six and two-thirds percent (66 2/3%) in outstanding principal amount of the Obligations, (and with the consent of the Insurer) the Local Government Unit may, from time to time and at any time, enact, execute, file with the Department and deliver to the Sinking Fund Depository, who shall accept the same, debt ordinances amending, modifying or supplemental hereto for the purpose of adding any provision to or changing in any manner or eliminating any of the provisions of this Debt Ordinance or of modifying in any manner the rights of the Registered Owners of the Obligations; provided, however, that no such modifying or supplemental debt ordinance shall: (a) extend the fixed maturity date of any Obligation, or reduce the principal amount thereof, or reduce the rate or extend the time of payment of interest thereon, or reduce any premium payable upon the redemption thereof, without the consent of the Registered Owner of each Obligation so affected; or (b) reduce the aforesaid percentage of Obligations, the Registered Owners of which are required to consent to any such modification or supplement, without the consent of the Registered Owners of all Obligations then outstanding. The consent of the Registered Owners for the particular form of any proposed modification or supplement shall not be necessary, if the consent approves the substance thereof.

Section 7.03. Acceptance of Amendment. The Sinking Fund Depository shall accept any amending, modifying or supplemental debt ordinance which the Local Government Unit is authorized to execute hereunder upon delivery of the following:

- (a) The amending, modifying or supplemental debt ordinance, duly executed with proof of filing with the Department; and
- (b) An opinion of Bond Counsel to the effect that such amending, modifying or supplemental debt ordinance was properly enacted, executed, and delivered pursuant to: (i) the provisions of Section 7.01 hereof; or (ii) the provisions of Section 7.02 hereof and that the consent of the Registered Owners of the Obligations required hereunder has been secured, and that, in all events, the enactment, execution and delivery of such debt ordinance complies with all applicable requirements of law, including the Debt Act.

Section 7.04. Effect of Amendment. Upon the execution of any amending, modifying or supplemental debt ordinance pursuant to the provisions of this Article, this Debt Ordinance shall be and be deemed to be amended, modified and supplemented in accordance therewith, and the respective rights, limitation of rights, obligations, duties and immunities of parties hereunder shall thereafter be determined, exercised and enforced hereunder subject in all respects to such amendments, modifications and supplements, and all the terms and conditions of any such debt ordinance shall be and be deemed to be part of the terms and conditions of this Debt Ordinance for any and all purposes.

Section 7.05. Notice of Amendment. Written notice, including a summary description, of any amending, modifying or supplemental debt ordinance once effectuated shall be confirmed promptly to all Registered Owners, and shall be given to the Rating Agency and the Insurer by first class mail, postage prepaid.

- END OF ARTICLE 7 -

ARTICLE 8 - DISCHARGE OF DEBT ORDINANCE

Section 8.01. Satisfaction and Discharge. If the Local Government Unit pays or causes to be paid unto the Registered Owners the principal of, the interest on and the premium, if any, on the Obligations, at the times and in the manner stipulated therein, then this Debt Ordinance and the estate and rights hereby granted shall cease, determine and be void; and thereupon the Sinking Fund Depository shall release, cancel and discharge the lien and obligations of this Debt Ordinance and deliver to the Local Government Unit any funds or documents at the time subject to the lien of this Debt Ordinance which may then be in its possession; provided, however, that until such time as full and complete payment is so made, this Debt Ordinance shall be and remain in full force and effect.

Obligations, for the payment or redemption of which cash and/or securities which upon maturity will yield funds in the full amount required therefor shall have been deposited with the Sinking Fund Depository, whether upon or prior to the Maturity Date or the Redemption Date of such Obligations, shall be deemed to be paid within the meaning of this Article, provided, however, that if such Obligations are to be redeemed prior to the Maturity Date(s) thereof, notice of such redemption shall have been duly given or adequate provision shall have been made therefor.

In the event that the principal and/or interest due on the Obligations shall be paid by the Insurer pursuant to the Bond Insurance Policy, the Obligations shall remain outstanding for all purposes, not be defeased or otherwise satisfied and not be considered paid by the Local Government Unit, until full, proper and complete payment and reimbursement is made to the Insurer by the Local Government Unit pursuant to the Bond Insurance Policy.

- END OF ARTICLE 8 -

ARTICLE 9 - FEDERAL INCOME TAX COVENANTS

Section 9.01. Compliance in General. The Local Government Unit hereby states its intention to comply with all the provisions of Sections 103 and 141 through 150, inclusive, of the Internal Revenue Code of 1986, as amended (the "Tax Code") with respect to the Tax-Exempt Obligations; the Local Government Unit represents and covenants that it has undertaken and performed, and will undertake and perform, or, as appropriate, discontinue, upon the instruction of Bond Counsel, all those acts necessary and proper to the maintenance of the exclusion from gross income of the interest on the Tax-Exempt Obligations to the Registered Owners thereof conferred by those Sections, as interpreted by applicable regulations, rulings or other pronouncements of the Secretary of the United States Department of the Treasury.

Section 9.02. Not a Private Activity Bond; Taxing Powers. The Local Government Unit covenants that the Tax-Exempt Obligations are not an issue: (1)(a) more than 10 percent of the proceeds of which are to be used for any private business use, and (b) the payment of the principal of, or the interest on, more than 10 percent of the proceeds, directly or indirectly, is (x) secured by any interest in property used or to be used for a private business use, or payments in respect of such property, or (y) to be derived from payments in respect of property, or borrowed money, used or to be used for a private business use; nor (2) the proceeds of which, in an amount exceeding the lesser of five percent of such proceeds, or \$5,000,000, are to be used to make or finance loans to persons other than governmental units.

The Local Government Unit certifies that it is a political subdivision and governmental unit with general taxing powers.

Section 9.03. Non-Arbitrage. The Local Government Unit covenants that no portion of the proceeds of the Tax-Exempt Obligations is reasonably expected (at the time of issuance of the Tax-Exempt Obligations) to be used, nor will intentionally be so used, directly or indirectly, (1) to acquire higher yielding investments, or (2) to replace funds which were used directly or indirectly to acquire higher yielding investments. This prohibition shall not apply to proceeds invested in higher yielding investments (a) for a reasonable temporary period until such proceeds are needed for the purpose of the Tax-Exempt Obligations or (b) as a part of a reasonably required reserve or replacement fund. For these purposes, "higher yielding investment" means any investment property (generally, a security or debt obligation) which produces a yield over the term of the Tax-Exempt Obligations which is materially higher than the yield on the Tax-Exempt Obligations, but shall not include any tax-exempt bond.

Section 9.04. Required Rebate. The Local Government Unit covenants to pay and rebate its arbitrage profits (being an amount equal to the sum of (1) the excess of (a) the amount earned on all nonpurpose investments over (b) the amount which would have been earned if such nonpurpose investments were invested at a rate equal to the yield on the Tax-Exempt Obligations; plus (2) any income attributable to said excess [provided, further, that any gain or loss on the disposition of a nonpurpose investment shall be taken into account] to the United States in accordance with the provisions of Section 148(f) of the Tax Code and regulations thereunder, but only as and to the extent that none of the following exceptions apply to the Local Government Unit.

Exceptions. Rebate to the United States as described above shall not be required of the Local Government Unit if, and in the event that any one of the following exceptions applies: (i) SIX MONTH SAFE HARBOR -- the gross proceeds of the Tax-Exempt Obligations are expended for the Project by no later than the day which is six months after the date of issuance of the Tax-Exempt Obligations, or the gross proceeds, except the lesser of five percent of the gross proceeds of the Tax-Exempt Obligations, or \$100,000, are so expended by said date and such remaining portion is expended by no later than the day which is one year after the date of issuance of the Tax-Exempt Obligations; or (ii) 18-MONTH SPEND-DOWN -- the following cumulative percentages of the gross and investment proceeds of the Tax-Exempt

Obligations are expended for the Project by no later than the day which is the indicated respective period of time following the date of issuance of the Tax-Exempt Obligations; 15% -- six months; 60% -- one year; 100% -- eighteen months (except that not more than 5%, representing only reasonable retainage on the costs of the Project, may remain unexpended after eighteen months, but not in excess of thirty months); or (iii) TWO YEAR SPEND DOWN (CONSTRUCTION ISSUES ONLY) the following cumulative percentages of the gross and investment proceeds of the Tax-Exempt Obligations are expended for the Project by no later than the day which is the indicated respective period of time following the date of issuance of the Tax-Exempt Obligations: 10% six months; 45% one year; 75% eighteen months; 100% two years (except that not more than 5%, representing only reasonable retainage on the costs of the Project, may remain unexpended after two years, but not in excess of three years); or (iv) SMALL ISSUER (1) 95 percent or more of the net sale proceeds (being gross proceeds minus amounts deposited into a reasonably required reserve fund, if any) of the Tax-Exempt Obligations is to be used for local governmental activities of the Local Government Unit (or a subordinate entity), and (b) the aggregate face amount of all tax exempt notes or bonds, other than private activity bonds or notes, issued by the Local Government Unit, and all subordinate entities thereof (but not including any note, bond or Tax-Exempt Obligation not outstanding or to be redeemed, as may be excluded under prevailing interpretations of the Tax Code and regulations thereunder), during the calendar year in which the Tax-Exempt Obligations are issued, is not reasonably expected to exceed \$5,000,000.

For these purposes, "gross proceeds" means any proceeds and replacement proceeds of the Tax-Exempt Obligations, "available construction proceeds" has the meaning used in §148(f)(4)I(vi) of the Tax Code, "sale proceeds" means all amounts actually or constructively received from the sale of the Tax-Exempt Obligations, except accrued interest on the Tax-Exempt Obligations deposited to the Sinking Fund, and "nonpurpose investment" means any investment property acquired with the gross proceeds of the Tax-Exempt Obligations and not required to carry out the governmental purpose of the Tax-Exempt Obligations.

The Designated Officer is hereby authorized and directed to contract with Bond Counsel, at its customary, usual and reasonable schedule of fees, for its services in calculating required rebate payments and making necessary reports to and filings with the United States on a periodic basis as required by the Tax Code and the rulings and regulations thereunder.

Section 9.05. Information Reporting. The Local Government Unit shall prepare, or cause to be prepared, execute and submit to the Secretary IRS Form 8038-G (or 8038-GC, as applicable) according to all the requirements for information reporting contained in Section 149(e) of the Tax Code.

- END OF ARTICLE 9 -

ARTICLE 10 - FEDERAL SECURITIES LAW COVENANTS

Section 10.01. Compliance in General. The Local Government Unit hereby states its intention to comply, and to facilitate compliance by the Purchaser and other related parties, with all the provisions of Rule 15c2-12 of the Securities and Exchange Commission (the "Rule"), including for this purpose the related body of securities disclosure and anti-fraud laws; the Local Government Unit represents and covenants that it has undertaken and performed, and will undertake and perform, or, as appropriate, discontinue, upon appropriate instructions of Bond Counsel or otherwise, all those acts necessary and proper to achieve compliance with the Rule, as interpreted by applicable regulations, rulings or other pronouncements of the Securities and Exchange Commission, or other appropriate regulatory body.

Section 10.02. Official Statement. The Local Government Unit acknowledges that preparation of an Official Statement by the Purchaser was done on its behalf and for its benefit, as an agent, and that, in particular, while matters of style and format may have originated with the Purchaser, all substantive data and information was provided by the Local Government Unit. The Local Government Unit, upon review as to completeness and accuracy, hereby deems the Preliminary Official Statement final as of its date, and certifies the Preliminary Official Statement did not and does not, as of its date and as of this date, contain any untrue statements of a material fact or omit to state any material fact which should be included therein in order to make the statements contained therein, in the light of the circumstances wider which they were made, not misleading, as required by statute, regulation or substantive law. The distribution of the Preliminary Official Statement by the Purchaser is hereby ratified and approved.

The Local Government Unit hereby covenants to provide a final Official Statement to the Purchaser within seven business days of the execution of the Purchase Proposal. The Designated Officer is hereby authorized and directed to execute the same with such completions therein from the preliminary document as may be necessary. However, the execution of a certificate concurrently upon, or subsequent to, preparation of the final Official Statement, including any settlement certificate, by a Designated Officer, regarding the truth and accuracy of the final Official Statement is tantamount to execution of the original document and full and sufficient authority for the printing of one or more conformed signatures therein. The Local Government Unit hereby covenants that the same representations regarding finality and completeness made regarding the Preliminary Official Statement will be true of the final Official Statement as of its date and as of Settlement. Upon such review, the Purchaser is authorized to use the final Official Statement in connection with the sale of the Obligations.

Section 10.03. Continuing Disclosure. The Local Government Unit will execute and deliver a Continuing Disclosure Undertaking under which it will agree to provide or cause to be provided (i) annual financial information and operating data, and (ii) timely notice of the occurrence of certain material events with respect to the Obligations. The Purchaser's obligation to purchase the Obligations is conditioned upon its receipt of the Continuing Disclosure Undertaking, at or prior to the delivery of the Obligations, in form and substance reasonably satisfactory to the Purchaser.

- END OF ARTICLE 10 -

ARTICLE 11 - SALE OF OBLIGATIONS; SETTLEMENT

Section 11.01. Award to Purchaser. After due consideration of sundry factors, including professional assistance and current market conditions, the Governing Body hereby: (1) determines that a private sale of the Obligations by negotiation is in the best financial interest of the Local Government Unit; and (2) authorizes the Obligations to be awarded and sold pursuant to the terms of an acceptable Purchase Proposal, the acceptance thereof to be indicated by the execution of the Purchase Proposal by the President (or the Vice President acting by reason of the President's absence or incapacity) of the Governing Body who is hereby authorized and directed to execute the same at such time as the Chairman (or Vice Chairman acting by reason of the President's absence or incapacity) shall determine, in his/her sole discretion upon consideration of market conditions. For this purpose, an "acceptable" Purchase Proposal shall mean an offer by the Purchaser on its standard contractual form(s), compliant with the prevailing industry standards and approved, as to form, by Bond Counsel and by the Solicitor, to purchase and underwrite the Obligations, bearing interest at such rate or rates, and sold at such a price or prices, allowing for costs of issuance and upon such other conventional terms and conditions not detrimental to the interests of the Local Government Unit, as shall (i) achieve net present value debt service savings of two percent (2.00%) on the refunding of the Prior Notes and (ii) provide sufficient proceeds for the capital improvements portion of the Project.

Upon satisfaction of the foregoing condition, and all other conditions of this Debt Ordinance, the Obligations are hereby awarded and sold at private sale by negotiation to the Purchaser at the Purchase Price, in accordance with all the terms of an acceptable Purchase Proposal which is hereby accepted, and incorporated by reference into this Debt Ordinance. The Designated Officers are authorized and directed to sign such Purchase Proposal, return it to the Purchaser and file a copy of the same with the records of the Local Government Unit.

Section 11.02. Delivery of Obligations. The Designated Officers are hereby authorized and directed to deliver the Obligations to the Sinking Fund Depository for authentication, and thereafter to the Purchaser against confirmed receipt of the Purchase Price thereof.

Section 11.03. Clearing Fund. The Designated Officers are hereby authorized and directed to establish with the Sinking Fund Depository, in the name of the Local Government Unit an account to facilitate the settlement of the Obligations, designated the "Clearing Fund". The Purchase Price shall be deposited into the Clearing Fund immediately upon receipt and the Designated Officers are hereby authorized and directed to transfer and invest funds, to pay all necessary, usual and proper costs of issuance of the Obligations, to execute and deliver documents and to do all other acts, upon advice of Bond Counsel, Purchaser, or Solicitor, that are reasonable and necessary to ensure a satisfactory settlement of the sale of the Obligations and a proper application of the proceeds of the Obligations to the Project.

Section 11.04. Expeditious Settlement. The Local Government Unit hereby authorizes and directs the Bond Counsel, Purchaser and Solicitor to undertake and perform all actions on behalf of the Local Government Unit necessary and proper to the expeditious settlement of the sale of the Obligations.

- END OF ARTICLE 11 -

ARTICLE 12 - MISCELLANEOUS

Section 12.01. Ratification. The action of the proper officers or agents in advertising a Summary Notice of this Debt Ordinance, as required by law, is ratified and confirmed. The advertisement of the Enactment Notice of this Debt Ordinance is hereby directed.

Section 12.02. Debt Ordinance A Contract. This Debt Ordinance shall be a contract with the Registered Owners, from time to time, of the Obligations.

Section 12.03. Inconsistencies. All prior ordinances, resolutions, or other official acts or parts thereof inconsistent herewith are hereby repealed to the extent of such inconsistencies.

Section 12.04 Statutory References. All references to specific provisions of statutory law herein contained may be read and interpreted by reference to amended, successor or replacement laws, but only to the extent consistent with the intent and clear meaning of this Debt Ordinance. All inconsistencies shall be resolved with recognition of, and in favor of, the rights of the owners of the Obligations, whose rights shall not be impaired.

Section 12.05. Benefited Parties. Nothing in this Debt Ordinance, expressed or implied, is intended or shall be construed to confer upon, or to give to, any person or corporation, other than the Local Government Unit, the Sinking Fund Depository, the Registered Owners of the Obligations (and the Insurer, if any), any right, remedy or claim under or by reason of this Debt Ordinance or any covenant, condition or stipulation hereof; and all of the covenants, stipulations, promises and agreements in this Debt Ordinance contained by and on behalf of the Local Government Unit shall be for the sole and exclusive benefit of such persons.

Section 12.06. Severability. If any one or more of the covenants or agreements provided in this Debt Ordinance on the part of the Local Government Unit or the Sinking Fund Depository to be performed shall for any reason be held to be illegal or invalid or otherwise contrary to law, then such covenant or covenants or agreement or agreements shall be null and void and shall be deemed separable from the remaining covenants and agreements, but shall in no way otherwise affect the validity of this Debt Ordinance.

Section 12.07. No Personal Liability. No covenant or agreement contained in the Obligations or in this Debt Ordinance shall be deemed to be the covenant or agreement of any member, officer, agent, attorney or employee of the Local Government Unit in his individual capacity, and neither the members of the Governing Body nor any Designated Officer executing the Obligations shall be liable personally on the Obligations or be subject to any personal liability or accountability by reason of the issuance thereof.

Section 12.08. Counterparts. This Debt Ordinance may be executed in multiple counterparts, each of which shall be regarded for all purposes as an original; but such counterparts shall constitute but one and the same instrument.

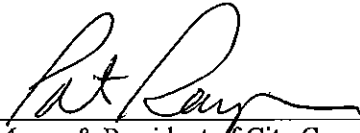
- END OF ARTICLE 12 -

DULY ENACTED by the Governing Body of the Local Government Unit, in lawful session assembled, on August 12, 2024.

[SEAL]

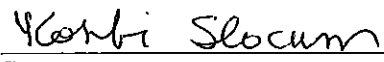


CITY OF DUBOIS



Mayor & President of City Council

Attest:



Secretary

EXHIBIT A

MAXIMUM DEBT SERVICE AND PRINCIPAL AMORTIZATION SCHEDULE

City of DuBois, PA General Obligation Bonds and Notes, Series of 2024 Not-to-Exceed Parameters

Date	Principal	Coupon	Interest	Total Debt Service	RACP Grant	Net Debt Service	Annual Net D/S
05/01/2025	970,000	5.500%	462,000.00	1,432,000.00		1,432,000.00	
11/01/2025			413,325.00	413,325.00		413,325.00	
12/31/2025							1,845,325.00
05/01/2026	905,000	5.500%	413,325.00	1,318,325.00		1,318,325.00	
11/01/2026			388,437.50	388,437.50		388,437.50	
12/31/2026							1,706,762.50
05/01/2027	3,525,000	5.500%	388,437.50	3,913,437.50	(2,500,000)	1,413,437.50	
11/01/2027			291,500.00	291,500.00		291,500.00	
12/31/2027							1,704,937.50
05/01/2028	885,000	5.500%	291,500.00	1,176,500.00		1,176,500.00	
11/01/2028			267,162.50	267,162.50		267,162.50	
12/31/2028							1,443,662.50
05/01/2029	900,000	5.500%	267,162.50	1,167,162.50		1,167,162.50	
11/01/2029			242,412.50	242,412.50		242,412.50	
12/31/2029							1,409,575.00
05/01/2030	920,000	5.500%	242,412.50	1,162,412.50		1,162,412.50	
11/01/2030			217,112.50	217,112.50		217,112.50	
12/31/2030							1,379,525.00
05/01/2031	945,000	5.500%	217,112.50	1,162,112.50		1,162,112.50	
11/01/2031			191,125.00	191,125.00		191,125.00	
12/31/2031							1,353,237.50
05/01/2032	970,000	5.500%	191,125.00	1,161,125.00		1,161,125.00	
11/01/2032			164,450.00	164,450.00		164,450.00	
12/31/2032							1,325,575.00
05/01/2033	995,000	5.500%	164,450.00	1,159,450.00		1,159,450.00	
11/01/2033			137,087.50	137,087.50		137,087.50	
12/31/2033							1,296,537.50
05/01/2034	1,025,000	5.500%	137,087.50	1,162,087.50		1,162,087.50	
11/01/2034			108,900.00	108,900.00		108,900.00	
12/31/2034							1,270,987.50
05/01/2035	1,060,000	5.500%	108,900.00	1,168,900.00		1,168,900.00	
11/01/2035			79,750.00	79,750.00		79,750.00	
12/31/2035							1,248,650.00
05/01/2036	1,095,000	5.500%	79,750.00	1,174,750.00		1,174,750.00	
11/01/2036			49,637.50	49,637.50		49,637.50	
12/31/2036							1,224,387.50
05/01/2037	1,130,000	5.500%	49,637.50	1,179,637.50		1,179,637.50	
11/01/2037			18,562.50	18,562.50		18,562.50	
12/31/2037							1,198,200.00
05/01/2038	320,000	5.500%	18,562.50	338,562.50		338,562.50	
11/01/2038			9,762.50	9,762.50		9,762.50	
12/31/2038							348,325.00
05/01/2039	255,000	5.500%	9,762.50	264,762.50		264,762.50	
11/01/2039			2,750.00	2,750.00		2,750.00	
12/31/2039							267,512.50
05/01/2040	100,000	5.500%	2,750.00	102,750.00		102,750.00	
12/31/2040							102,750.00
	16,000,000		5,625,950.00	21,625,950.00	(2,500,000)	19,125,950.00	19,125,950.00

CERTIFICATE

I, the undersigned, a Designated Officer of the named Local Government Unit, hereby certify that the foregoing and attached is a true copy of an Ordinance which was duly adopted by the affirmative vote of the majority of all the members of the Governing Body thereof at a meeting held on the date of the execution thereof; that due notice of such meeting was given and the meeting was at all times open to the public; that such Ordinance was duly recorded; that this Ordinance is still in full force and effect as of the date hereof; that the vote upon said Ordinance was called and duly recorded upon the minutes of the Governing Body; and that the members of the Governing Body voted in the manner following:

	Yes	No	Abstain	Absent
Pat Reasinger	<u>✓</u>	<u> </u>	<u> </u>	<u> </u>
Elliot Gelfand	<u>✓</u>	<u> </u>	<u> </u>	<u> </u>
James Aughenbaugh	<u>✓</u>	<u> </u>	<u> </u>	<u> </u>
Shane Dietz	<u>✓</u>	<u> </u>	<u> </u>	<u> </u>
Jennifer Jackson	<u>✓</u>	<u> </u>	<u> </u>	<u> </u>

WITNESS my hand and seal of the Local Government Unit this 12th day of August, 2024.

CITY OF DUBOIS

[SEAL]

Yvonne Sloan
Secretary