

**LEGAL NOTICE  
BOROUGH OF CARNEGIE**

Summary of proposed Ordinance authorizing the incurring of non-electoral debt in an aggregate principal amount not to exceed \$7,345,000 by the issuance of the Borough of Carnegie, General Obligation Bonds, Refunding Series of 2011.

Public Notice is hereby given that on August 16, 2011 at 6:00 p.m. at the Council Chambers, 2<sup>nd</sup> floor of the Borough Municipal Building, One Veteran's Way, Carnegie, Pennsylvania 15106, or at any other properly constituted meeting duly called and held on any date not less than three nor more than 30 days after the date of publication of this Notice, the Council of the Borough of Carnegie (the "Borough") at a public meeting will consider the adoption of a proposed Ordinance for the incurrance of non-electoral debt pursuant to the Local Government Unit Debt Act (the "Act") and other business. Council members are authorized to participate in this meeting through teleconferencing. The following is a summary of the proposed Ordinance.

The proposed Ordinance recites that it is necessary for the Borough to borrow a sum not to exceed \$7,345,000 through the issuance of its General Obligation Bonds, Refunding Series of 2011 (the "Bonds") in order to (i) refund prior notes of the Borough, (ii) pay the costs of various capital projects, and (iii) pay the costs and expenses of preparing and issuing the Bonds. The proposed Ordinance further provides as follows:

Section 1 authorizes the Refunding Program and the Projects.

Section 2 finds that a private sale by negotiation is in the best financial interest of the Borough.

Section 3 sets forth the form of the Purchase Proposal for the Bonds and the manner of acceptance of the Purchase Proposal.

Section 4 authorizes the incurring of non-electoral debt by the issuance of the Bonds designated as the Borough of Carnegie, Pennsylvania, General Obligation Bonds, Refunding Series of 2011, states the maximum principal amount of the Bonds and sets forth the maximum interest rates, maximum annual principal amounts, maximum annual debt service and dates of maturity of the Bonds.

Section 5 directs the filing of the necessary documentation with the Department of Community and Economic Development, including any statements necessary to qualify all or any portion of the Bonds for exclusion from the appropriate debt limit as self-liquidating debt or self-supporting debt; and to execute and deliver all necessary documents.

Section 6 appoints a paying agent, registrar, and sinking fund depository.

Section 7 describes the provisions of the Bonds, including dates and denominations.

Section 8 describes the Bonds, including the method of payment.

Section 9 provides for registration of the Bonds and describes the manner of exchange and transfer of the Bonds.

Section 10 describes the manner of execution and authentication of the Bonds.

Section 11 states that the Bonds are a general obligation of the Borough, pledges the full faith, credit and taxing power of the Borough for payment of the debt service, makes other covenants required under the Act, and provides for the debt service schedule of the Bonds.

Section 12 states that the Bonds are subject to redemption.

Section 13 establishes a Sinking Fund for the Bonds.

Section 14 appropriates the money received from the issuance of the Bonds, sets forth the estimated useful life of the Projects and sets forth the estimated remaining useful lives of prior projects.

Section 15 sets forth the maturities of the Bonds.

Section 16 covenants that the Bonds will not become arbitrage bonds, designates a responsible officer to execute a tax certificate, and covenants continuous compliance with the requirements of the Internal Revenue Code of 1986, as amended.

Section 17 designates the Bonds as qualified tax-exempt obligations.

Section 18 authorizes an Escrow Deposit Agreement.

Section 19 ratifies the advertising of this notice and authorizes publication of a notice of final enactment.

Section 20 appoints Co-Bond Counsel.

Section 21 authorizes the officers of the Borough to take all necessary action in connection with the issuance of the Bonds.

Section 22 authorizes the payment of all expenses incurred in connection with the issuance of the Bonds.

Section 23 specifies allowable investments.

Section 24 sets forth the authorization of officers.

Section 25 establishes a Rebate Fund for the Bonds.

Section 26 authorizes book-entry form of the Bonds.

Section 27 establishes the form of the Bonds.

Section 28 establishes a Clearing Account.

Section 29 deems the Preliminary Official Statement to be final as of its date.

Section 30 provides the Borough's continuing disclosure undertaking.

Section 31 provides for purchase of a policy of municipal bond insurance.

Section 32 sets forth severability provisions.

Section 33 repeals all inconsistent ordinances or portions thereof.

Section 34 sets forth the effective date of the Ordinance.

The full text of the foregoing proposed Ordinance may be examined by any citizen between the hours of 9:00 a.m. and 4:00 p.m. prevailing time, on regular business days at the office of the Borough, One Veteran's Way, Carnegie, PA 15106.

This notice is given pursuant to Section 8003 of the Act.

Pursuant to Act 20 of 1993, a reasonable period for public comment will be made available during the Council meeting. The Council may act on other matters that properly come before the Council.

Borough of Carnegie  
Municipal Manager