

**TOWNSHIP OF LOWER PAXTON
DAUPHIN COUNTY, PENNSYLVANIA**

RESOLUTION 18-36

WHEREAS, the Township previously issued its \$42,465,000 General Obligation Bonds, Series D of 2009, Federally Taxable – Build America Bonds (DCED Approval GOB-17213, the "2009 D Bonds") to provide financing for a Sewer Remediation Project, and paying the costs of issuance associated therewith; and

WHEREAS, the 2009 D Bonds were issued as taxable bonds known as "Build America Bonds" to finance capital expenditures for which it could otherwise issue tax-exempt bonds and elected to receive a cash subsidy payment from the federal government equal to 35% of the amount of the interest payment on such taxable bonds; and

WHEREAS, the 2009 D Bonds are currently outstanding in the principal amount of \$42,465,000; and

WHEREAS, the 2009 D Bonds stated to mature on or after April 1, 2034, are subject to redemption prior to maturity at the option of the Township, in whole or in part on any date beginning on October 1, 2019; and

WHEREAS, the Township has determined to appoint Susquehanna Group Advisors, Inc. as its financial advisor (the "Financial Advisor") and Mette, Evans & Woodside as its bond counsel ("Bond Counsel") to evaluate and to advise the Township as to how to hedge against increases in the interest rate until the date the 2009 D Bonds are subject to redemption prior to maturity at the option of the Township, October 1, 2019; and

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THIS TOWNSHIP AS FOLLOWS:

1. Authorization. The Financial Advisor and Bond Counsel are hereby authorized and directed to evaluate and advise this Township as to how to hedge against increases in the interest rate until the date the 2009 D Bonds are subject to redemption prior to maturity at the option of the Township, October 1, 2019 and if appropriate and efficient to provide to this Board an Interest Rate Management Plan as required by the Local Government Unit Act, 52 Pa.C.S. Chs. 80-82, as amended, including but not limited to an interest rate swap agreement the notional amount of which will relate to the outstanding principal amount of the 2009 D Bonds and other recommendations necessary and/or appropriate.

2. Further Action. Any member of the Township is hereby authorized and directed to execute such further documents and do such further things as may be necessary or proper to carry out the intent and purpose of this Resolution or any document herein authorized.

3 Repeal of Inconsistent Resolutions. All prior resolutions or parts thereof inconsistent herewith are hereby repealed to the extent of such inconsistency.

4. Effective Date. This Resolution shall take effect immediately.

Adopted: August 21, 2018.

CERTIFICATE OF SECRETARY

The undersigned, Secretary of the Township of Lower Paxton, Dauphin County, Pennsylvania (the "Township"), hereby certifies that the foregoing is a true and correct copy of the Resolution which was adopted by a majority vote of the Board of Supervisors, at a meeting thereof held after due public notice as required by law, on August 21, 2018.

(SEAL)

By: _____
Secretary