

## MUNICIPALITY OF MONROEVILLE

**BOND ORDINANCE**

#2515

AN ORDINANCE OF THE MUNICIPALITY OF MONROEVILLE AUTHORIZING THE INCURRING OF NONELECTORAL DEBT BY THE MUNICIPALITY FOR THE PURPOSES OF (i) FINANCING CERTAIN CAPITAL PROJECTS OF THE MUNICIPALITY AND (ii) FINANCING CERTAIN COSTS OF ISSUING THE BONDS; PROVIDING FOR THE ISSUANCE OF ONE OR MORE SERIES OF GENERAL OBLIGATION BONDS IN THE AGGREGATE PRINCIPAL AMOUNT OF \$7,450,000 (THE "BONDS"); FINDING A PRIVATE SALE UPON INVITATION TO BE IN THE BEST FINANCIAL INTEREST OF THE MUNICIPALITY; APPOINTING A PAYING AGENT AND SINKING FUND DEPOSITORY; SETTING FORTH THE MATURITIES, RATES OF INTEREST AND REDEMPTION PROVISIONS FOR THE BONDS AND THE FORM OF BONDS; PROVIDING FOR THE REGISTRATION, TRANSFER AND EXCHANGE OF THE BONDS; AWARDING THE BONDS TO THE PURCHASER(S) THEREOF; AUTHORIZING THE EXECUTION AND DELIVERY OF THE BONDS; PROVIDING FOR PAYMENTS INTO AND FROM A SINKING FUND FOR THE BONDS; ASSUMING AND AGREEING TO PAY CERTAIN TAXES IF AND AS LEVIED ON THE PRINCIPAL OR INTEREST OF THE BONDS; COVENANTING TO PAY DEBT SERVICE ON THE BONDS AND PLEDGING THE FULL FAITH, CREDIT AND TAXING POWER OF THE MUNICIPALITY FOR THE PAYMENT THEREOF; ESTABLISHING A SINKING FUND FOR THE BONDS, PROVIDING FOR THE REDEMPTION OF THE BONDS; PROVIDING FOR THE INVESTMENT OF THE PROCEEDS OF THE BONDS; PROVIDING FOR CERTAIN COVENANTS REGARDING FEDERAL INCOME TAX MATTERS; DESIGNATING THE BONDS AS "QUALIFIED TAX-EXEMPT OBLIGATIONS" UNDER SECTION 265(b) OF THE INTERNAL REVENUE CODE OF 1986, AS AMENDED; AUTHORIZING THE PREPARATION AND FILING OF A DEBT STATEMENT, BORROWING BASE CERTIFICATE, DEBT EXCLUSION PROCEEDINGS, IF REQUIRED, AND A TRANSCRIPT OF THE PROCEEDINGS FOR THE ISSUANCE OF THE BONDS; RATIFYING THE INVITATION TO BID AND THE PRELIMINARY OFFICIAL STATEMENT; APPROVING AN OFFICIAL STATEMENT FOR THE BONDS; AUTHORIZING THE TAKING OF CERTAIN ACTIONS WITH RESPECT TO CONTINUING DISCLOSURE OF INFORMATION; APPOINTING COHEN & GRIGSBY, P.C., PITTSBURGH, PENNSYLVANIA, AS BOND COUNSEL WITH RESPECT TO THE BONDS; AND REPEALING INCONSISTENT ORDINANCES.

WHEREAS, the Municipality of Monroeville, Pennsylvania (the "Municipality"), proposes to incur nonelectoral debt pursuant to the Local Government Unit Debt Act, being Act No. 185 of the General Assembly of the Commonwealth of Pennsylvania, approved July 12, 1972, as reenacted by Act No. 177 of 1996, approved December 19, 1996, as amended (the "Debt Act"), by the issuance of its \$7,450,000 General Obligation Bonds, Series of 2011 (the "Bonds"); and

WHEREAS, the proceeds of the Bonds which, together with the income from the investment of part of such proceeds, will be used (i) to finance certain capital projects of the Municipality and (ii) to pay all expenses incurred by the Municipality in connection with the issuance and sale of the Bonds.

NOW, THEREFORE, BE AND IT HEREBY IS ORDAINED AND ENACTED by the Municipal Council of the Municipality of Monroeville as follows:

Section 1. Incurrence of Nonelectoral Debt; the Bonds. The Municipality hereby determines to incur nonelectoral debt in accordance with the provisions of the Debt Act by the issuance of its General Obligation Bonds in the aggregate principal amount of \$7,450,000 designated "Municipality of Monroeville, Pennsylvania, General Obligation Bonds, Series of 2011" or similar designation.

Section 2. The Project. The Bonds shall be issued to finance the cost of a "project" within the meaning of the Debt Act consisting of the (i) financing certain capital projects of the Municipality (the "Capital Project" or the "Project"), and (ii) paying costs of issuing the Bonds. The proceeds of the Bonds, together with the income from the investment of a part of such proceeds, will be used to pay the cost of the Project within the meaning of the Debt Act, including, without limitation, all costs and expenses incurred by the Municipality in connection with the issuance and sale of the Bonds.

The realistic useful life of the Project is at least 15 years. The Municipality has obtained realistic cost estimates for the cost of the Project from registered architects, professional engineers or other persons qualified by experience.

Section 3. Appointment of Paying Agent and Sinking Fund Depository. The proper officers of the Municipality are hereby authorized and directed to contract with Manufacturers and Traders Trust Company, Pittsburgh, Pennsylvania for its services as paying agent for the Bonds (in such capacity, the "Paying Agent") and as sinking fund depository (in such capacity, the "Sinking Fund Depository"), at such initial and annual charges as shall be appropriate and reasonable for such services, and Manufacturers and Traders Trust Company, Pittsburgh, Pennsylvania is hereby appointed to such positions.

Section 4. Denominations; Rates of Interest; Dates; Numbers; Maturities. The Bonds (i) shall be substantially in the form set forth in Exhibit A appended hereto, (ii) shall be issued in fully registered form in the denomination of \$5,000.00 and integral multiples thereof, (iii) shall be initially dated as of May 24, 2011 and thereafter shall be dated the date of their authentication, (iv) shall bear interest at the rates set forth on Exhibit B from the interest payment date next preceding the date of authentication unless (a) such Bond is authenticated as of an interest payment date, in which event such Bond shall bear interest from the date of authentication, or (b) such Bond is authenticated after a Record Date, as such term is hereinafter defined, and before the next succeeding interest payment date, in which event such Bond shall bear interest from such interest payment date, or (c) such Bond is authenticated on or prior to the Record Date preceding December 1, 2011, in which event such Bond shall bear interest from May 24, 2011, (v) shall bear such serial numbers as the Paying Agent shall assign thereto according to the records of the Paying Agent and (vi) shall mature on June 1 or December 1 of the years and in the principal amounts as set forth on Exhibit B.

Interest on the Bonds shall be due and payable semi-annually on June 1 and December 1 of each year, commencing on December 1, 2011 to the registered owners of the Bonds at the close of business on the fifteenth calendar day of the month (whether or not a day on which the Paying Agent shall be open for business) immediately preceding such interest payment date (the "Record Date"), irrespective of any transfer or exchange of the Bonds subsequent to such Record Date and prior to such interest payment date. Principal shall be paid at the designated corporate trust office of the Paying Agent, or at the duly designated corporate trust office of any duly appointed alternate or successor paying agent, in any coin or currency of the United States of America which at the time of payment is legal tender for the payment of public and private debts. Interest shall be paid by check or draft drawn upon any such Paying Agent and mailed to the registered owners of the Bonds entitled thereto at their addresses as they appear on the Bond registry books of the Municipality. In the event any such interest is not paid, such defaulted interest will be payable to the persons in whose names the Bonds are registered at the close of business on a special record date for the payment of such defaulted interest established by notice mailed by or on

behalf of the Municipality to the registered owners of the Bonds not less than 15 days preceding such special record date. Such notice will be mailed to the persons in whose names the Bonds are registered at the close of business on the fifth day preceding the date of mailing.

If any Bond shall not be presented for payment when the principal thereof becomes due, either at maturity or otherwise, or at the date fixed for the redemption thereof, and if the Municipality shall have irrevocably deposited with the Paying Agent funds sufficient to pay the principal thereof (and the premium, if any) together with all interest due thereon to the date of maturity thereof or to the date fixed for the redemption thereof, as the case may be, for the benefit of the registered owner thereof, all liability of the Municipality to the registered owner thereof for the payment of the principal thereof and the interest thereon (and all liability of the Municipality to the registered owner thereof for the premium, if any), as the case may be, shall forthwith cease, determine and be completely discharged, unless the Paying Agent shall, as permitted by law, thereafter pay the amounts so deposited with the Paying Agent for the payment thereof or of any interest thereon (or of any premium thereon) to the Municipality or to such officer, board or body as may then be entitled by law to receive the same, in which case the registered owner thereof shall thereafter look only to the Municipality or to such officer, board or body, as the case may be, for payment and then only to the extent of the amounts so received without interest thereon.

Section 5. Redemption. The Bonds are not subject to mandatory redemption prior to their scheduled maturity. The Bonds maturing on and after June 1, 2017 are subject to redemption prior to maturity, at the option of the Municipality, in whole or in part, from time to time, on or after June 1, 2016, in such order of maturity as the Municipality shall determine by lot within a maturity at a redemption price equal to 100% of the principal amount redeemed, together with interest accrued thereon to the date fixed for redemption.

If less than all Bonds of a maturity are to be redeemed, the particular Bonds of such maturity to be redeemed shall be selected by lot by the Paying Agent in such manner as the Paying Agent may determine. In the case of a Bond of a denomination greater than \$5,000, the Paying Agent shall treat each such Bond as representing such number of separate Bonds each of the denomination of \$5,000 as is obtained by dividing the actual principal amount of such Bond by \$5,000.

When required or directed to redeem Bonds, the Paying Agent shall cause notice of the redemption to be given by first-class mail, postage pre-paid, to all registered owners of Bonds to be redeemed at their registered addresses not less than 30 nor more than 60 days prior to the redemption date. Any such notice shall be given in the name of the Municipality, shall identify the Bonds to be redeemed (and, in the case of a partial redemption of any Bonds, the respective principal amounts thereof to be redeemed), shall specify the redemption date and the redemption price and shall state that on the redemption date the Bonds called for redemption will be payable at a designated corporate trust office of the Paying Agent and that from that date interest will cease to accrue on the Bonds or portions thereof to be redeemed. Failure to mail any notice or any defect in the mailed notice or in the mailing thereof shall not affect the validity of the proceedings for the redemption of Bonds with respect to which no such failure or defect occurred. The Paying Agent may use CUSIP numbers in notices of redemption as a convenience to owners of the Bonds, provided that such notice shall state that no representation is made as to the correctness of such numbers either as printed on the Bonds or as contained in any notice of redemption and that reliance may be placed only on the serial numbers of the Bonds.

If at the time of mailing of notice of any optional redemption the Municipality shall not have deposited with the Paying Agent moneys sufficient to redeem all Bonds called for redemption, such notice may state that it is conditional in that it is subject to the deposit of the redemption moneys with the

Paying Agent not later than the redemption date, and that such notice shall be of no effect unless such moneys are so deposited.

If unconditional notice of redemption has been duly given or duly waived by the owners of all Bonds called for redemption, or conditional notice of redemption has been so given or waived and the redemption moneys have been duly deposited with the Paying Agent, then in either case the Bonds (or portions thereof) called for redemption shall be payable on the redemption date at the applicable redemption price. Payment of the redemption price, together with accrued interest, shall be made by the Paying Agent to or upon the order of the owners of the Bonds called for redemption upon surrender of such Bonds at a designated corporate trust office of the Paying Agent.

Any Bond which is to be redeemed only in part shall be surrendered at a designated corporate trust office of the Paying Agent and (if so required by the Municipality or the Paying Agent) shall be accompanied by a written instrument of transfer, in form and with guarantee of signature satisfactory to the Paying Agent, duly executed by the registered owner or by such owner's duly authorized attorney, and the Municipality shall execute and the Paying Agent shall authenticate and deliver to said registered owner, without service charge, a new Bond or Bonds of the same maturity as the Bond being partially redeemed and of any authorized denomination as requested by said registered owner in aggregate principal amount equal to and in exchange for the unredeemed portion of the principal of the Bond so surrendered.

In addition to the foregoing notice, further notice of redemption shall be given by the Paying Agent as hereinafter provided, provided, however, that the failure to give such further notice or any defect therein shall not affect the validity of the proceedings for the redemption of any Bonds. Each further notice of redemption given hereunder shall contain, in addition to the information required above for an official notice of redemption, (i) the CUSIP numbers of all Bonds being redeemed, (ii) the date of issue of the Bonds as originally issued, (iii) the rate of interest of each Bond being redeemed, (iv) the maturity date of each Bond being redeemed and (v) any other descriptive information needed to identify accurately the Bonds being redeemed.

To the extent reasonably practicable, upon the payment of the redemption price of the Bonds being redeemed, each check or other transfer of funds issued for such purpose shall bear the CUSIP number identifying, by issue and maturity, the Bonds being redeemed with such check or other transfer of funds.

Section 6. Registration, Transfer and Exchange. The Municipality shall cause books for the registration and transfer of the Bonds to be kept at a designated corporate trust office of the Paying Agent and hereby appoints the Paying Agent its registrar and transfer agent to keep such books and to make such registrations and transfers under such reasonable regulations as the Municipality or the Paying Agent may prescribe.

Upon surrender for transfer of any Bond at such office, the Municipality shall execute and the Paying Agent shall authenticate and deliver in the name of the transferee or transferees a new Bond or Bonds of the same maturity of any authorized denomination for the aggregate principal amount which the registered owner is entitled to receive. No transfer of any Bond will be effective until entered on the Bond registry books of the Municipality.

Bonds, upon surrender thereof at a designated corporate trust office of the Paying Agent with a written instrument of transfer satisfactory to the Paying Agent duly executed by the registered owner or such owner's attorney duly authorized in writing, may at the option of the registered owner

thereof be exchanged for an equal aggregate principal amount of Bonds of the same maturity and interest rate in any of the authorized denominations and registered in such name or names as may be requested.

All Bonds presented for transfer, exchange, registration, redemption or payment (if so required by the Municipality or the Paying Agent) shall be accompanied by a written instrument or instruments of transfer, in form and with guarantee of signature satisfactory to the Paying Agent, duly executed by the registered owner or by such owner's duly authorized attorney.

No service charge shall be made for any exchange, transfer or registration of Bonds, but the Municipality may require payment of a sum sufficient to pay any tax or other governmental charge that may be imposed in relation thereto.

Neither the Municipality nor the Paying Agent shall be required to issue, transfer or exchange Bonds during a period beginning at the opening of business on the fifteenth day next preceding any interest payment date or any date of selection of Bonds to be redeemed and ending at the close of business on the interest payment date or day on which the applicable notice of redemption is given, or to transfer or exchange any Bonds selected or called for redemption in whole or in part.

Section 7. Award of the Bonds. Having previously considered the sale of the Bonds at either a public or a private sale, the Municipality hereby determines that a private sale of the Bonds upon invitation is in the best financial interest of the Municipality. The Invitation to Bid used in connection with such private sale upon invitation is hereby approved. The proposal of Morgan Keegan attached as Exhibit C (the "Purchaser") for the purchase of the Bonds (the "Purchase Contract") is hereby accepted and the Bonds are hereby awarded to the Purchaser for the consideration specified in said proposal, plus accrued interest thereon to the date of delivery of and payment for the Bonds. The proper officers of the Municipality are hereby authorized and directed to deliver the Bonds to the Purchaser upon receipt of cash or its substantial equivalent in the amount of such consideration. The bid security received from the Purchaser shall be handled by the Municipality in the manner described in the Invitation to Bid.

Section 8. Execution and Delivery of Bonds. The form of the Bond and the Paying Agent's Certificate of Authentication each shall be substantially in the form set forth in Exhibit A appended hereto. The Bonds shall be executed by the Mayor or the Deputy Mayor and shall have the corporate seal of the Municipality affixed thereto, either manually or by engraved or lithographic facsimile, duly attested by the Manager and the said officers are hereby authorized to execute the Bonds as aforesaid; provided, that all such signatures may be by facsimile if such Bonds are manually authenticated by the Paying Agent. The proper officers of the Municipality or any of them are further authorized and directed to deliver the Bonds to the Purchaser in accordance with the terms and conditions of the Purchase Contract and to execute and deliver such other documents and to take such other action as may be necessary or appropriate in order to effectuate the issue and sale of the Bonds, all in accordance with this Ordinance, including, without further authorization, the disbursement of funds to pay all costs and expenses incurred by the Municipality in connection with the preparation, issue and sale of the Bonds as set forth in a Closing Statement.

Section 9. Covenant to Pay Debt Service: Payments from Sinking Fund. The Municipality covenants to pay the principal of, the premium, if any, and the interest on the Bonds as the same shall become due.

Until the Bonds shall be fully paid, the Sinking Fund Depository shall pay to the Paying Agent from the Sinking Fund established in Section 11 hereof not later than 11:00 a.m., Pittsburgh time, on the Business Day (herein defined as any day other than a Saturday, Sunday or any other day on which banking institutions in the Commonwealth of Pennsylvania are authorized or obligated to remain closed)

next preceding each principal, interest or redemption date (a "Sinking Fund Payment Date"), for the purpose of paying the principal of and interest on the Bonds, the amounts set forth in Exhibit B.

Section 10. Covenant to Budget and Appropriate General Revenues: Pledge of Full Faith, Credit and Taxing Power. The Municipality hereby covenants with the owners from time to time of the Bonds outstanding pursuant to this Ordinance that it shall include the amount of the debt service as specified in Section 9 hereof, the amounts stated therein being hereby incorporated in this covenant by reference, in its budget for that year and shall appropriate such amounts from its general revenues to the payment of such debt service covenanted to be paid and shall duly and punctually pay or cause to be paid from the Sinking Fund the principal of every Bond and the interest thereon at the dates and places and in the manner stated therein, according to the true intent and meaning thereof; and for such budgeting, appropriation and payment, the Municipality does hereby pledge its full faith, credit and taxing power. As provided in the Debt Act, the foregoing covenant shall be specifically enforceable.

Section 11. Establishment and Operation of Sinking Fund. There is hereby established with the Sinking Fund Depository a sinking fund to be known as "Sinking Fund, Municipality of Monroeville, Pennsylvania, General Obligation Bonds, Series of 2011" (the "Sinking Fund") into which the Municipality covenants to deposit, and into which the Treasurer of the Municipality is hereby authorized and directed to deposit, all moneys for the payment of debt service on the Bonds, included in the annual budget of the Municipality and appropriated to the payment of such debt service in accordance with Section 10 hereof prior to 11:00 a.m., Pittsburgh time, on the Business Day next preceding the Sinking Fund Payment Date in amounts sufficient to pay the interest then due plus principal or redemption price on the Bonds maturing or called for redemption. All moneys received by the Municipality as accrued interest on the Bonds upon the issuance thereof shall be deposited immediately upon the receipt thereof in the Sinking Fund, and, pending the application thereof on December 1, 2011 to the payment of interest on the Bonds, shall be invested by the Sinking Fund Depository upon receipt of specific written directions from the Municipality in investment obligations authorized by law. All sums in the Sinking Fund shall be applied exclusively to the payment of the principal or redemption price of and interest on the Bonds as the same shall from time to time become due and payable and the balance of said moneys over and above the sums so required shall remain in the Sinking Fund, subject, however, to withdrawal for investment in obligations authorized by law, which obligations and interest thereon shall be held exclusively for the purposes of the Sinking Fund. The Sinking Fund shall be kept and maintained in a separate account at a designated corporate trust office of the Sinking Fund Depository until such time as the Municipality by Ordinance shall provide for a similar separate account in another bank or bank and trust company doing business in the Commonwealth of Pennsylvania. The Sinking Fund Depository, without further authorization than as herein contained, shall pay to the Paying Agent from the moneys in the Sinking Fund in accordance with Section 9 hereof, the principal of and interest on the Bonds as and when the same shall become due, whether at the stated maturity or upon the redemption thereof.

Section 12. Non-Arbitrage Covenant and Designation of Bonds as Qualified Tax-Exempt Obligations. The Municipality hereby covenants with the owners from time to time of the Bonds that it will make no use of the proceeds of the Bonds which would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended (the "Code"), and the regulations promulgated or proposed thereunder, and that it will comply with the requirements of said Section, including without limitation, subsection (f) thereof, and said regulations throughout the term of the Bonds. The foregoing covenant shall survive the payment in full of the Bonds.

The Municipality hereby designates the Bonds as Qualified Tax-Exempt Obligations pursuant to Section 265(b)(3) of the Code for calendar year 2011 and does not reasonably expect that the total amount of its tax-exempt obligations issued during calendar year 2011 will exceed \$10,000,000.

The Municipality hereby covenants not to take any action which would cause the Bonds not to be Qualified Tax-Exempt Obligations.

Section 13. Certain Other Covenants and Representations and Warranties Regarding Federal Income Tax Matters.

The Municipality hereby covenants with the owners from time to time of the Bonds as follows:

(i) No portion of the facilities refinanced with the proceeds of the Bonds will be leased to or managed by any person, other than the Municipality, or used by any person, other than the Municipality, on a basis different from such use by the general public;

(ii) The Municipality will take no action with respect to the facilities refinanced with the proceeds of the Bonds which would cause the Bonds to come within the definition of "private activity bonds" contained in Section 141 of the Code; and

(iii) The Municipality will comply with all requirements of the Code and the regulations promulgated or proposed thereunder applicable to the Bonds in order to ensure that interest on the Bonds will remain excluded from gross income for federal income tax purposes under Section 103(a) of the Code.

Section 14. Filing with Pennsylvania Department of Community and Economic Development. The Mayor or the Deputy Mayor, the Manager or any duly appointed successor or acting officers, as the case may be, are hereby authorized and directed to prepare, verify and file with the Pennsylvania Department of Community and Economic Development, in accordance with the Debt Act, a transcript of the proceedings relating to the issuance of the Bonds, including the Debt Statement required by Section 8110 of the Debt Act and a Borrowing Base Certificate, and to take other necessary action, including, if necessary or desirable, the preparation and filing of any statements, reports or documents required to exclude any portion of the debt of the Municipality from the appropriate debt limit as self-liquidating or subsidized debt.

Section 15. Approval of Official Statement. The Municipality hereby ratifies the use of the Preliminary Official Statement dated April 13, 2011 (the "Preliminary Official Statement") for the Bonds by the Purchaser in connection with the public offering of the Bonds. The execution of a certificate by the Mayor or the Deputy Mayor stating that the Preliminary Official Statement is "deemed final", as of its date, within the meaning of Rule 15c2-12 of the Securities and Exchange Commission ("Rule 15c2-12") is hereby ratified and approved. The Municipality hereby states that the Preliminary Official Statement is "deemed final", as of its date, within the meaning of Rule 15c2-12. The Purchaser is hereby authorized to prepare and distribute the final Official Statement in substantially the form of the Preliminary Official Statement with such changes therein as shall be approved by the Mayor or the Deputy Mayor. The Mayor or the Deputy Mayor is hereby authorized and directed, in the name and on behalf of the Municipality, to execute the final Official Statement in such form but with such changes therein as such officer may approve, such officer's approval and the approval of the Municipality to be conclusively evidenced by such officer's execution thereof, and the Purchaser is hereby authorized to distribute and circulate the final Official Statement to the public in connection with the offering and sale of the Bonds. The final Official Statement, incorporating such changes as the Mayor or the Deputy Mayor may have approved, is hereby deemed to be a "final official statement", as of its date, within the meaning of Rule 15c2-12.

Section 16. Book-Entry Only Bonds. The Bonds shall be initially issued in book-entry only form. In the event that any provision of this subsection "Book-Entry Only Bonds" is inconsistent with other provisions of this Ordinance, so long as the Bonds shall be in book-entry only form, the provisions of the subsection "Book-Entry Only Bonds" shall govern. The Depository Trust Company ("DTC") will act as securities depository for the Bonds. The ownership of one fully registered Bond for each maturity set forth in this Ordinance, each in the aggregate principal amount of such maturity, will be registered in the name of Cede & Co., as nominee for DTC; provided that if DTC shall request that the Bonds be registered in the name of a different nominee, the Registrar shall exchange all or any portion of the Bonds for an equal aggregate principal amount of Bonds registered in the name of such nominee or nominees of DTC. No person other than DTC or its nominee shall be entitled to receive from the Municipality or the Registrar either a Bond or any other evidence of ownership of the Bonds, or any right to receive any payment in respect thereof unless DTC or its nominee shall transfer record ownership of all or any portion of the Bonds on the registration books maintained by the Paying Agent, in connection with discontinuing the book-entry system or otherwise.

So long as the Bonds 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 Bonds shall be made to DTC or its nominee in New York Clearing House or equivalent next day funds on the dates provided for such payments under this Ordinance. Each such payment to DTC or its nominee shall be valid and effective to fully discharge all liability of the Municipality or the Paying Agent with respect to the principal or redemption price of or interest on the Bonds to the extent of the sum or sums so paid. In the event of the redemption of less than all of the Bonds Outstanding, the Registrar shall not require surrender by DTC or its nominee of the Bonds so redeemed, but DTC or its nominee may retain such Bonds and make an appropriate notation on the Bond certificate as to the amount of such partial redemption; provided that, in each case the Registrar shall request, and DTC shall deliver to the Registrar a written confirmation of such partial redemption and thereafter the records maintained by the Paying Agent shall be conclusive as to the amount of Bonds which have been redeemed.

The Municipality and Paying Agent may treat DTC or its nominee as the sole and exclusive owner of the bonds registered in its name for the purposes of payment of the principal or redemption price of or interest on the Bonds, selecting the Bonds or portions thereof to be redeemed, giving any notice permitted or required to be given to owners of Bonds under this Ordinance, registering the transfer of Bonds, obtaining any consent or other actions to be taken by owners of Bonds and for all other purposes whatsoever and neither the Municipality nor the Paying Agent shall have any responsibility or obligation to any participant in DTC, any person claiming a beneficial ownership interest in the Bonds under or through DTC or any such participant, or any other person which is not shown on the registration books of the Registrant as being an owner of Bonds, with respect to either; (i) the Bonds; or (ii) the accuracy of any records maintained by DTC or any such participant; or (iii) the payment by DTC or any such participant of any amount in respect of the principal or redemption price of or interest on the Bonds; or (iv) any notice which is permitted or required to be given to owners of Bonds under this Ordinance; or (v) the selection by DTC or any such participant of any person to receive payment in the event of a partial redemption of the Bonds; or (vi) any consent given or other action taken by DTC an owner of Bonds.

So long as the Bonds 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 owners of Bonds under this Ordinance shall be given to DTC as provided in the Representation Letter, in such form as is acceptable to the Paying Agent, Registrar, the Municipality and DTC.

In connection with any notice or other communication to be provided to owners of Bonds pursuant to this Ordinance by the Municipality or the Paying Agent with respect to any consent or other



action to be taken by owners of Bonds, DTC shall consider the date of receipt of notice requesting such consent or other action as the record date for such consent or other action, provided that the Municipality or the Paying Agent may establish a special record date for such consent or other action. The Municipality or the Paying Agent shall give DTC notice of such Special Record Date not fewer than fifteen (15) calendar days in advance of such Special Record Date to the extent possible.

At or prior to the issuance of the Bonds, the Municipality and the Paying Agent shall execute or signify their approval of the Representation Letter. Any successor Paying Agent shall, 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 Bonds may be discontinued at any time if either: (i) DTC determines to resign as securities depository for the Bonds; or (ii) the Municipality provides thirty (30) days' notice of such discontinuation to the Paying Agent and DTC that continuation of the system of book-entry transfers through DTC (or through a successor securities depository) is not in the best interests of the Municipality. Upon the occurrence of either such event, the Municipality may attempt to establish a securities depository book-entry relationship with another securities depository. If the Municipality does not do so, or is unable to do so, and after the Municipality has notified DTC and upon surrender to the Paying Agent of the Bonds held by DTC, the Municipality will issue and the Paying Agent will authenticate and deliver the Bonds in registered certificate form in denominations of \$5,000 and integral multiples thereof, at the expense of the Municipality 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 Municipality or the Paying Agent for the accuracy of such designation. Whenever DTC requests the Municipality or the Paying Agent to do so, the Municipality or the Paying Agent shall cooperate with DTC in taking appropriate action after reasonable notice to arrange for another securities depository to maintain custody of certificates evidencing the Bonds.

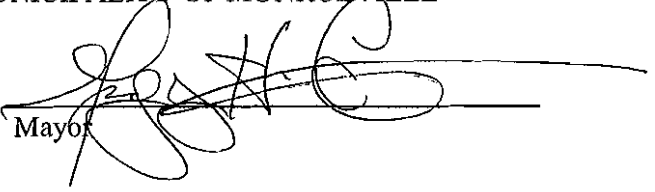
Section 17. Appointment of Bond Counsel. Cohen & Grigsby, P.C. of Pittsburgh, Pennsylvania is hereby appointed Bond Counsel in connection with the issuance of the Bonds.

Section 18. Repealer. All Ordinances or parts of Ordinances not in accord with this Bond Ordinance are hereby repealed insofar as they conflict herewith.

[SIGNATURE PAGE FOLLOWS]

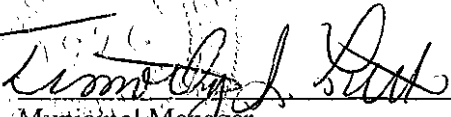
ADOPTED this 19<sup>th</sup> day of April, 2011.

MUNICIPALITY OF MONROEVILLE

By   
Mayor

[Seal]

Attest:

  
Municipal Manager

FORM OF SERIES OF 2011 BONDS

MUNICIPALITY OF MONROEVILLE, PENNSYLVANIA,  
GENERAL OBLIGATION BOND,  
SERIES OF 2011

No. R . . . . \$ . . . . .

Maturity Date: . . . . .

Interest Rate: . . . . . % Per Annum

Registered Owner: CEDE & CO.

. . . . . Dollars

Municipality of Monroeville, Commonwealth of Pennsylvania (the "Municipality"), a municipality existing by and under the laws of the Commonwealth of Pennsylvania, for value received, hereby promises to pay to the registered owner shown hereon or registered assigns, on the maturity date shown hereon, unless this Bond shall have been called for redemption in whole or in part and payment of the redemption price shall have been duly made or provided for, upon surrender hereof, the principal sum shown hereon and to pay interest thereon, at the rate per annum shown hereon from the interest payment date next preceding the date of authentication hereof to which interest has been paid or duly provided for, unless (a) this Bond is authenticated as of an interest payment date, in which event this Bond shall bear interest from the date of authentication, or (b) this Bond is authenticated after a Record Date, as such term is hereinafter defined, and before the next succeeding interest payment date, in which event this Bond shall bear interest from such interest payment date, or (c) this Bond is authenticated on or prior to the Record Date preceding December 1, 2011, in which event this Bond shall bear interest from May 24, 2011, until the Municipality's obligation with respect to the payment of said principal sum shall be discharged as provided in the Bond Ordinance hereinafter mentioned, and to pay interest, to the extent legally enforceable, on overdue interest, at the same rate per annum.

Interest shall be due and payable semi-annually on June 1 and December 1 of each year, commencing on December 1, 2011, to the registered owner shown hereon at the close of business on the fifteenth calendar day of the month (whether or not a day on which the Paying Agent hereinafter mentioned shall be open for business) next preceding such interest payment date (the "Record Date"), irrespective of any transfer or exchange of this Bond subsequent to such Record Date and prior to such interest payment date. Principal shall be paid at a designated corporate trust office of Manufacturers and Traders Trust Company (the "Paying Agent"), or at the duly designated office of any duly appointed alternate or successor paying agent, in any coin or currency of the United States of America which at the time of payment is legal tender for the payment of public and private debts. Interest shall be paid by check or draft drawn upon any such paying agent and mailed to the registered owner hereof entitled thereto at such owner's address as it appears on the Bond registry books of the Municipality. In the event any such interest is not paid, such defaulted interest will be payable to the person in whose name this Bond is registered at the close of business on a special record date for the payment of such defaulted interest established by notice mailed by or on behalf of the Municipality to the registered owner of this Bond not less than 15 days preceding such special record date. Such notice will be mailed to the person

in whose name this Bond is registered at the close of business on the fifth day preceding the date of mailing.

This Bond is one of a duly authorized series (the "Series of 2011 Bonds") limited in aggregate principal amount to \$7,450,000 authorized to be issued in accordance with the Local Government Unit Debt Act of the Commonwealth of Pennsylvania being Act No. 185 of the General Assembly of the Commonwealth of Pennsylvania, approved July 12, 1972, as reenacted by Act No. 177 of 1996, approved December 19, 1996, as amended, and by virtue of a Bond Ordinance of the Municipality adopted April 19, 2011 (the "Bond Ordinance") and with the approval of the Department of Community and Economic Development of the Commonwealth of Pennsylvania.

This Bond is not valid unless the Paying Agent's Certificate of Authentication endorsed hereon is duly executed.

The Series of 2011 Bonds are not subject to mandatory redemption prior to their scheduled maturity.

In the manner and upon the terms and conditions provided in the Bond Ordinance, the Series of 2011 Bonds maturing on and after June 1, 2017 are subject to redemption prior to maturity, at the option of the Municipality, in whole or in part, from time to time, on or after June 1, 2016, in such order of maturity as the Municipality shall determine by lot within a maturity at a redemption price equal to 100% of the principal amount redeemed, together with interest accrued thereon to the date fixed for redemption.

Any redemption shall be made by the Paying Agent as provided in the Bond Ordinance upon not less than 30 nor more than 60 days notice mailed to the registered owners of the Bonds to be redeemed.

It is hereby certified that all acts, conditions and things required to be done, to happen and to be performed precedent to and in the issuance of this Bond or in the creation of the indebtedness of which this Bond is evidence, have been done, happened and been performed in regular and due form and manner as required by law; and that this Bond, together with all other indebtedness of the Municipality, is not in excess of any constitutional or statutory limitation and for the proper budgeting, appropriation and the prompt and full payment of all the obligations of this Bond, the full faith, credit and taxing power of the Municipality are hereby irrevocably pledged.

This Bond is transferable by the registered owner hereof or such owner's duly authorized attorney at a designated corporate trust office of the Paying Agent, upon surrender of this Bond, accompanied by a duly executed instrument of transfer, in form and with guarantee of signature satisfactory to the Paying Agent, subject to such reasonable regulations as the Municipality or the Paying Agent may prescribe, and upon payment of any taxes or other governmental charges incident to such transfer. Upon any such transfer, a new registered Bond or Bonds in the same aggregate principal amount will be issued to the transferee. The person in whose name this Bond is registered shall be deemed the absolute owner hereof for all purposes, whether or not this Bond shall be overdue, and the Municipality and the Paying Agent shall not be affected by any notice to the contrary. No transfer of this Bond shall be effective until entered on the Bond registry books of the Municipality.

The Bonds are issuable in the form of registered Bonds in the denomination of \$5,000 and integral multiples thereof. The Bonds, upon surrender thereof at a designated corporate trust office of the Paying Agent with, if required by the Paying Agent, a written instrument of transfer, in form and with guarantee of signature satisfactory to the Paying Agent, duly executed by the registered owner or such

owner's duly authorized attorney, may, at the option of the registered owner thereof, be exchanged for an equal aggregate principal amount of new Bonds of any other authorized denomination, upon payment of any tax, fee or other governmental charge required to be paid with respect to such exchange, and in the manner and subject to the conditions provided in the Bond Ordinance.

Neither the Municipality nor the Paying Agent shall be required to issue, transfer or exchange any Bonds during a period beginning at the opening of business on the fifteenth day next preceding either any interest payment date or any date of selection of the Bonds to be redeemed and ending at the close of business on the interest payment date or day on which the applicable notice of redemption is given, or to transfer or exchange any Bonds selected or called for redemption in whole or in part.

This Bond is hereby declared to be a general obligation of the Municipality. The Municipality hereby covenants with the owners from time to time of the Bonds to include the amount of the debt service on the same in each fiscal year for which such sums are due, in its budget for that year, to appropriate such amounts to the payment of such debt service and to duly and punctually pay or cause to be paid the principal of every Bond and the interest thereon at the dates and places in the manner stated therein according to the true intent and meaning thereof.

[SIGNATURE PAGE AND CERTIFICATE OF AUTHENTICATION FOLLOW]

IN WITNESS WHEREOF, Municipality of Monroeville has caused this Bond to be signed in its name by the manual or facsimile signature of the Mayor and a manual or facsimile of its corporate seal to be hereunto imprinted, attested by the manual or facsimile signature of the Secretary.

MUNICIPALITY OF MONROEVILLE

By \_\_\_\_\_  
Mayor

[Municipal Seal]

Attest:

\_\_\_\_\_  
Secretary

Paying Agent's Certificate of Authentication

This Bond is one of the Bonds of the Series designated herein, described in the within-mentioned Bond Ordinance. Attached hereto is the opinion of Bond Counsel, Cohen & Grigsby, P.C., Pittsburgh, Pennsylvania, a signed counterpart of which, delivered and dated the date of original delivery of and payment for said Bonds, is on file with the undersigned.

[PAYING AGENT], Paying Agent

By \_\_\_\_\_  
Authorized Signature

Dated: \_\_\_\_\_

ASSIGNMENT

FOR VALUE RECEIVED the undersigned sells, assigns and transfers unto

Please Insert Social Security or  
Other Identifying Number of Assignee

the within Bond issued by Municipality of Monroeville and hereby irrevocably  
constitutes and appoints \_\_\_\_\_ Attorney to transfer said Bond on the books of the  
Municipality with full power of substitution in the premises.

Dated \_\_\_\_\_

(Sign here exactly as name(s) is (are) shown on the  
face of this Bond without any change or alteration  
whatever.)

SIGNATURE GUARANTEED:

\_\_\_\_\_

(Signatures must be guaranteed by a member firm  
of an approved Signature Guarantee Medallion  
Program.)

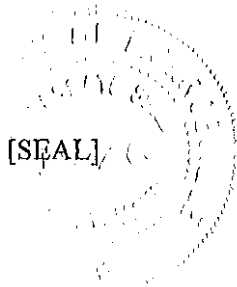
[End of Form of Bond]

CERTIFICATE

I, Timothy Little, Manager and Secretary of the Municipality of Monroeville, do hereby certify that the foregoing and attached is a true copy of a Ordinance which was duly enacted by the affirmative vote of a majority of all the members of the Municipal Council at a meeting held on April 19, 2011; that due notice of such meeting was made and the meeting was at all times open to the public; that such Ordinance was duly recorded; that a Summary thereof and Notice of its Enactment were published within the time limits and as required by law in the newspaper of general circulation circulating in the Municipality; 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 Municipal Council; and that the members of the Municipal Council voted in the manner following:

Gregory Erosenko	<u>Non-Voting</u>
Bernhard Erb	<u>Yea</u>
David Kucherer	<u>Yea</u>
Lois Drumheller	<u>Yea</u>
James Brown	<u>Absent</u>
Diane Allison	<u>Yea</u>
Carol J. McDevitt	<u>Yea</u>
Clarence Ramsey	<u>Yea</u>

WITNESS my hand and seal of said district the 19<sup>th</sup> day of April, 2011



Timothy J. Little  
Manager and Secretary



## MATURITY SCHEDULE

<u>Maturity Date</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Yield</u>
12/1/2011	\$ 200,000	2.000%	0.500%
6/1/2012	385,000	3.000	0.850
12/1/2012			
6/1/2013	400,000	3.000	1.100
12/1/2013			
6/1/2014	410,000	4.000	1.450
12/1/2014			
6/1/2015	425,000	2.000	1.750
12/1/2015			
6/1/2016	435,000	2.500	2.050
12/1/2016			
6/1/2017	445,000	2.750	2.500
12/1/2017			
6/1/2018	460,000	3.000	2.750
12/1/2018			
6/1/2019	475,000	3.000	3.000
12/1/2019			
6/1/2020	490,000	3.250	3.150
12/1/2020			
6/1/2021	505,000	3.500	3.250
12/1/2021			
6/1/2022	525,000	3.500	3.450
12/1/2022			
6/1/2023	540,000	3.500	3.600
12/1/2023			
6/1/2024	560,000	3.750	3.750
12/1/2024			
6/1/2025	585,000	4.000	3.900
12/1/2025			
6/1/2026	610,000	4.000	4.000

1647910.3

Exhibit C

PURCHASE CONTRACT

See attached.

**EXHIBIT A**  
**WINNING BID FORM**  
**MUNICIPALITY OF MONROEVILLE**  
**Allegheny County, Pennsylvania**  
**\$7,600,000\* GENERAL OBLIGATION BONDS, SERIES OF 2011**

Municipal Council  
Municipality of Monroeville  
c/o Public Financial Management  
One Keystone Plaza, Suite 300  
North Front & Market Streets  
Harrisburg, PA 17101 (P. O. Box 11813, Harrisburg, PA 17108)  
Fax #: (717) 232-8610

Ladies and Gentlemen:

Subject to the provisions of and in accordance with the terms of the Invitation to Bid, dated May 24, 2011, of the Municipality of Monroeville, Allegheny County, Pennsylvania (the "Municipality") for its General Obligation Bonds, Series of 2011 (the "Bonds"), which is incorporated herein and hereby made a part hereof:

We hereby confirm that we have agreed to purchase all, but not less than all, of the \$7,600,000\* aggregate principal amount of the Bonds described in the Invitation to Bid and to pay therefor the amount of \$7,633,054.35 constituting 100.434926% of the par value of the Bonds, plus the interest accrued, if any, on the Bonds from May 24, 2011 to the date of their delivery. This offer is for the Bonds bearing interest at the rates and in the form of serial bonds and term bonds as follows:

<b>Dec. 1</b>	<b>Principal Amount<sup>(1)</sup></b>	<b>Interest Rates</b>	<b>Reoffering Price</b>	<b>Reoffering Yield</b>	<b>Term Maturity Date</b>
2011	\$190,000	2.000 %	100.777	0.500	
<b>June 1</b>	<b>Principal Amount<sup>(1)</sup></b>	<b>Interest Rates</b>	<b>Reoffering Price</b>	<b>Reoffering Yield</b>	<b>Term Maturity Date</b>
2012	\$405,000	3.000 %	102.177	0.850	
2013	410,000	3.000 %	103.784	1.100	
2014	415,000	4.000 %	107.506	1.450	
2015	425,000	2.000 %	100.966	1.750	
2016	435,000	2.500 %	102.135	2.050	
2017	445,000	2.750 %	101.172	2.500	
2008	460,000	3.000 %	101.164	2.750	
2019	475,000	3.000 %	100.000	3.000	
2020	495,000	3.250 %	100.460	3.150	
2021	515,000	3.500 %	101.148	3.250	
2022	535,000	3.500 %	100.228	3.450	
2023	560,000	3.500 %	99.030	3.600	
2024	585,000	3.750 %	100.000	3.750	
2025	610,000	4.000 %	100.451	3.900	
2026	640,000	4.000 %	100.000	4.000	

<sup>(1)</sup>Aggregate principal amount and principal amortization amounts may be adjusted as set forth in the Invitation to Bid.

\*Preliminary; subject to adjustment.

We acknowledge and have agreed that after we submit this proposal, the Municipality may modify the aggregate principal amount of the Bonds and/or the principal amounts of each maturity of the Bonds, subject to the limitations set forth in the Invitation to Bid.

We further acknowledge and have agreed that in the event that any adjustments are made to the principal amount of the Bonds, we will purchase all of the Bonds, taking into account such adjustments on the above specified terms of this proposal for the Bonds.

As the winning bidder, we confirm that we have agreed to wire \$76,000 to the Municipality, as security against any loss of the Municipality resulting from failure of the undersigned bidder to comply with terms of the bid.

As the winning bidder, we confirm that we have agreed to immediately furnish the additional information described under the caption "Information Required From Winning Bidder; Reoffering Price" in the Invitation to Bid.

As the winning bidder, we confirm that we have agreed to provide to the Municipality as soon as possible after the sale of the Bonds a complete list of syndicate members, if any, upon request, the actual allocation of the Bonds and the orders placed by the syndicate members.

We have noted that payment of the purchase price is to be made in immediately available Federal Funds at the time of delivery of the Bonds.

In the event we have bid on behalf of a bidding syndicate, we represent that we have full and complete Municipality to submit the bid on behalf of our bidding syndicate and that the undersigned will serve as the lead manager for the group.

We desire 1 copies (not exceeding 200) of the Official Statement for the Bonds (as provided in the Invitation to Bid). We understand that we may obtain additional copies at our own expense.

We further certify (or declare) under penalty of perjury under the laws of the Commonwealth of Pennsylvania that our bid and this proposal is genuine, and not a sham or collusive, nor made in the interest of or on behalf of any person not herein named, and that the bidder has not directly or indirectly induced or solicited any other bidder to put in a sham bid or any other person, firm or corporation to refrain from bidding, and that the bidder has not in any manner sought by collusion to secure for itself an advantage over any other bidder.

Respectfully submitted,

Name of Bidder

By: Morgan Keegan

Pat Warren VP

Name and Title:

Address: 50 N Front St 14<sup>th</sup> Fl

Memphis TN 38103

Telephone: 901-579-4983

Facsimile: \_\_\_\_\_

The above Bid is hereby accepted by the Board of the Municipality of the Municipality of Monroeville, with Final Maturity Schedule as shown on the attached Exhibit A.

MUNICIPALITY OF MONROEVILLE  
Allegheny County, Pennsylvania

Attest

By

[Signature]  
(Deputy) Mayor

[Signature]  
(Assistant) Secretary

2DEBT STATEMENT PURSUANT TO SECTION 8110  
LOCAL GOVERNMENT UNIT DEBT ACT

Local Government Unit    Municipality of Monroeville, Allegheny County

Statement as of            April 19, 2011

(Date — within 60 days of filing date)

Section 8002            I.    **GROSS INCURRED DEBT**

		Electoral	Nonelectoral	Lease Rental
A.	Bonds outstanding	\$	\$	\$
	GOB-16672: 2007	\$	\$7,580,000	\$
	GOB-17411: 2010	\$	\$9,925,000	\$
	GOB-17628: 2010	\$	\$7,210,000	\$
<hr/>				
B.	Notes Outstanding	\$	\$0	\$
	List and identify	\$	\$	\$
	by year of issue	\$	\$	\$
		\$	\$	\$
		\$	\$	\$
<hr/>				
	TOTAL	\$	\$24,715,000	\$
II.	<b>CREDITS &amp; EXCLUSIONS</b>			

Section 8028(b)

Less:

*(where applicable)*

1.	Sinking Funds, reserve accounts, bond proceeds	\$	\$	\$
2.	Current appropriations	\$	\$	\$
3.	Uncollected special assessments	\$	\$	\$
4.	Delinquent taxes and liens	\$	\$	\$
5.	Surplus cash	\$	\$	\$
6.	Solvent debts due	\$	\$	\$
7.	Indemnifying insurance	\$	\$	\$
8.	Self-liquidating and self-sustaining debt (Excluded under Sections 8024, 8025, 8026)	\$	\$	\$
<hr/>				
	TOTAL NET INDEBTEDNESS \$	\$	\$24,715,000	\$
<hr/>				

III. The aggregate principal amount of bonds or notes being issued or evidencing lease rental debt **\$7,450,000**

IV. The principal amount of bonds or notes which will no longer be deemed to be outstanding pursuant to Section 8250 after settlement of the issue.

The borrowing base as shown by appended borrowing base certificate **\$25,770,978**

Applicable debt limitations

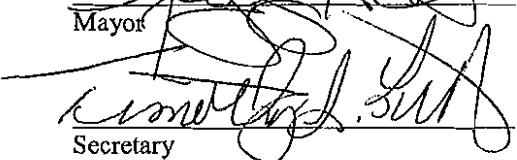
(a) Nonelectoral  
(250% of the borrowing base; 300% for counties) **\$64,427,445**

(a)(1) Nonelectoral plus lease rental debt limit for school district borrowings  
(225% of the borrowing base) **N/A**

(b) Nonelectoral plus lease rental  
(350% of the borrowing base; 400% for counties) **\$90,1989,423**

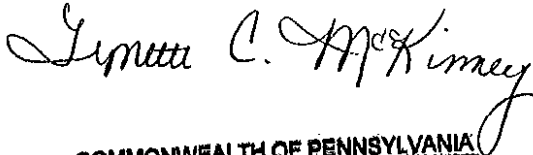
The undersigned officers of the Municipality of Monroeville, Allegheny County, Pennsylvania, being duly sworn according to law do hereby verify to the best of their knowledge, information and belief that the foregoing Debt Statement is a full and accurate statement of the debt of said Governmental Unit as of April 19, 2011 prepared in connection with the Local Government Unit Debt Act of the Commonwealth of Pennsylvania.

  
Mayor

  
Secretary

(SEAL)

SWORN to and subscribed  
before me this 19<sup>th</sup> day of  
April, 2011.



**COMMONWEALTH OF PENNSYLVANIA**  
Notarial Seal  
Lynette C. McKinney, Notary Public  
Monroeville Boro, Allegheny County  
My Commission Expires Aug. 2, 2013  
Member, Pennsylvania Association of Notaries