

Resolution #2023-038
Honesdale Borough, Wayne County, PA

RESOLUTION AUTHORIZING
TAX AND REVENUE ANTICIPATION NOTE

Whereas the Borough of **Honesdale** of **Wayne** (County), Pennsylvania, hereinafter called the Local Government Unit, anticipates current revenues as yet uncollected; and

Whereas the said Local Government Unit has inadequate funds for current expenditures.
and

Whereas the said Local Government Unit has determined that it is necessary to borrow for the purpose of meeting current expenses by issuing a note to be repaid from said anticipated revenues; and

Whereas **The Dime Bank** (Lender) has submitted to the said Local Government Unit a proposal to purchase a tax anticipation note of the Local Government Unit and the Local Government Unit desires by the adoption of this resolution to accept such proposal and authorize the issuance and sale of its tax and revenue anticipation note.

Now therefore, Be It Resolved that:

(1) The Local Government Unit hereby authorizes the issuance of a tax and revenue anticipation note in the amount of \$ **300,000.00** in anticipation of the receipt of current taxes and revenues to be sold at private sale.

(2) The note shall be in the denomination of \$ **300,000.00**, shall be redeemable at any time at the option of the officers of the Local Government Unit without penalty or premium, shall be fully registered without coupons, shall be dated **January 25, 2024**, bear interest at the

(3) rate of **4.04** percent, shall mature on **December 25, 2024**, and shall be payable at the **820-822 Church Street, Honesdale** office of the Lender, shall be substantially in the form

annexed to the resolution as Exhibit A and hereby made a part of the resolution as though fully set forth in this place.

(4) The proposal of **The Dime Bank** (Lender) to purchase the note dated **January 25, 2024**, is hereby accepted and shall be incorporated into the minutes of this meeting. A true and correct copy of said Proposal is attached hereto as Exhibit B, and the appropriate executive officers are hereby authorized and directed to execute and deliver a duplicate original of the acceptance of said proposal to the Lender.

(5) The Local Government Unit hereby pledges to the Lender and grants to the Lender a first lien and charge on its taxes and revenues to be received during the period when the note is outstanding to secure the payment of the indebtedness evidenced hereby and the interest thereon.

(6) Payment of principal and interest shall be made in the following amounts and on the following dates:



AMORTIZATION SCHEDULE

Principal \$300,000.00	Loan Date 01-25-2024	Maturity 12-25-2024	Loan No 1223	Call / Coll	Account	Officer BWH	Initials
References in the boxes above are for Lender's use only and do not limit the applicability of this document to any particular loan or item. Any item above containing "*****" has been omitted due to text length limitations.							

Borrower: BOROUGH OF HONSDALE
958 MAIN STREET
HONSDALE, PA 18431

Lender: THE DIME BANK
Honesdale Office
820-822 Church Street
P O Box 509
Honesdale, PA 18431
(570) 253-1970

Disbursement Date: January 25, 2024
Interest Rate: 4.040

Repayment Schedule: Irregular
Calculation Method: 365/360 U.S. Rule

Payment Number	Payment Date	Payment Amount	Interest Paid	Principal Paid	Remaining Balance
1	04-25-2024	3,063.67	3,063.67	0.00	300,000.00
2	06-25-2024	100,000.00	0.00	100,000.00	200,000.00
3	07-25-2024	2,727.00	2,727.00	0.00	200,000.00
4	09-25-2024	150,000.00	0.00	150,000.00	50,000.00
5	10-25-2024	1,559.89	1,559.89	0.00	50,000.00
6	12-25-2024	50,342.28	342.28	50,000.00	0.00
2024 TOTALS:		307,692.84	7,692.84	300,000.00	
TOTALS:		307,692.84	7,692.84	300,000.00	

NOTICE: This is an estimated loan amortization schedule. Actual amounts may vary if payments are made on different dates or in different amounts.

(7) The appropriate executive officer be and hereby is authorized and directed to execute and deliver in the name of, on behalf of, and under the seal of, the Local Government Unit, the tax and revenue anticipation note in the form and containing terms described above, and the Secretary of the Local Government Unit be and hereby is authorized and directed to attest the same.

(8) The appropriate executive or fiscal officer be and hereby is authorized and directed to prepare or cause to be prepared and to file a Certificate as to Taxes and Revenues to be Collected as required by Section 8128 of the Local Government Unit Debt Act. A true and correct copy of said Certificate is attached hereto as Exhibit C.

(9) The executive officers of the Local Government Unit be and hereby are authorized and directed to perform all acts which are necessary and proper for the valid issuance and securing of the note.

IN WITNESS WHEREOF, the undersigned has hereunto set his hand and affixed the seal of the Local Government Unit this 18th day of December, 2023.

Honesdale Borough

(Name of Local Government Unit)

By Michael Augello

Michael Augello

Council President

(Seal)

Attest:

Judith Poltanis
Judith Poltanis, Borough Secretary

Exhibit A

Honesdale Borough

Name of Local Government Unit

Wayne

County

Pennsylvania

**Tax and Revenue Anticipation Note
Series 1 of 2024**

\$300,000.00

The Borough of Honesdale, Wayne County, Pennsylvania, hereinafter called the Local Government Unit, intending to be legally bound, promises to pay to the order of The Dime Bank (Lender) at its office at 820-822 Church Street, Honesdale, Pennsylvania, on or before December 25, 2024, three hundred thousand dollars, in such coin or currency as at the place and time of payment is legal tender for the payment of public and private debts, with interest thereon from the date hereof on the unpaid principal balance from time to time outstanding at the rate of 4.04% per annum.

Payment of the indebtedness evidenced hereby may be anticipated in whole or in part at any time and from time to time without penalty or premium.

The indebtedness evidenced hereby is a borrowing in anticipation of current taxes and other current revenues to be received during the fiscal year ending December 25, 2024 and is to be repaid from revenues received by it during said fiscal year.

The Local Government Unit hereby pledges to the Lender and grants to the Lender a first lien and charge on its taxes and revenues to be received during the period when the note is outstanding to secure the payment of the indebtedness evidenced hereby and the interest thereon.

Payment of principal and interest shall be made in the following amounts on the following dates:



AMORTIZATION SCHEDULE

Principal \$300,000.00	Loan Date 01-25-2024	Maturity 12-25-2024	Loan No 1223	Call / Coll	Account	Officer BWH	Initials
References in the boxes above are for Lender's use only and do not limit the applicability of this document to any particular loan or item. Any item above containing "XXXX" has been omitted due to text length limitations.							

Borrower: BOROUGH OF HONSDALE
958 MAIN STREET
HONSDALE, PA 18431

Lender: THE DIME BANK
Honesdale Office
820-822 Church Street
P O Box 509
Honesdale, PA 18431
(570) 253-1970

Disbursement Date: January 25, 2021
Interest Rate: 4.040

Repayment Schedule: Irregular
Calculation Method: 365/360 U.S. Rule

Payment Number	Payment Date	Payment Amount	Interest Paid	Principal Paid	Remaining Balance
1	04-25-2024	3,063.67	3,063.67	0.00	300,000.00
2	06-25-2024	100,000.00	0.00	100,000.00	200,000.00
3	07-25-2024	2,727.00	2,727.00	0.00	200,000.00
4	09-25-2024	150,000.00	0.00	150,000.00	50,000.00
5	10-25-2024	1,559.89	1,559.89	0.00	50,000.00
6	12-25-2024	50,342.28	342.28	50,000.00	0.00
2024 TOTALS:		307,692.84	7,692.84	300,000.00	
TOTALS:		307,692.84	7,692.84	300,000.00	

NOTICE: This is an estimated loan amortization schedule. Actual amounts may vary if payments are made on different dates or in different amounts.

LAUREN, Ver. 23.2.20.003 Cash Flow/USA September 1997, 2003. All Rights Reserved. PA C:\DTP\LAUREN\716 10-2009 PH24

This tax and revenue anticipation note is executed and delivered pursuant to resolution adopted by the Local Government Unit upon the affirmative vote of at least a majority of its members at a meeting held on December 18, 2023 and after filing with the Department of Community and Economic Development of the Commonwealth of Pennsylvania the documents required by Section 8128 of the Local Government Unit Debt Act.

IN WITNESS WHEREOF, the Local Government Unit has caused this tax and revenue anticipation note to be executed by its executive officer, its seal to be hereunto affixed, and the same to be attested by its secretary, and this note to be delivered to the Bank this ____ day of March, 2024.

Honesdale Borough

Name of Local Government Unit

By _____, President

(SEAL)
ATTEST:

Judith Poltanis, Secretary

Exhibit B
PROPOSAL OF LENDER



November 21, 2023

BOROUGH OF HONSDALE
ATTN: BOROUGH COUNCIL SECRETARY
958 MAIN STREET
HONSDALE, PA 18431

RE: Interest Quote for 2024 Tax Anticipation Note

Borough of Honesdale Council:

In response to your solicitation to bid on your Tax Anticipation Note in the amount of Three Hundred Thousand and 00/100 U.S. Dollars (\$300,000.00), please be advised that The Dime Bank's bid is 4.04%.

Please be advised that The Dime Bank required an opinion letter from the Borough Solicitor, which will include a statement that the Borrowing is a legal obligation of the Borough and all documentation as required by the Local Government Unit Debt Act has been filed with the Department of Community Affairs.

Please contact us with the final result of the bids, in order for us to ready the paperwork, or close out this bid request.

Thank you for considering The Dime Bank in this matter.

Sincerely,

Brian W. Haun
Assistant Vice President
Commercial Lending Officer

NMLS #1099272

BWH/hmz



Corporate Headquarters: PO Box 509, Honesdale PA 18431
570-253-1970 | www.thedimebank.com



Exhibit C

CERTIFICATE OF TAXES AND REVENUES TO BE COLLECTED

Pursuant to Section 8126 of the Local Government Unit Debt Act, the executive officers of **the Borough of Honesdale, Wayne**, County, Pennsylvania (hereinafter the "Local Government Unit") hereby certify that:

1. The undersigned have carefully estimated that the following amounts of moneys will be received from taxes presently levied and assessed, and other revenues to be received (including subsidies and reimbursements) during the following months in the fiscal year ending **December 31, 2024.**

DATE	AMOUNT
January	
February	
March	
April	
May	
June	
July	
August	
September	
October	
November	
December	

TOTAL . . .

2. In making the foregoing estimate, the undersigned have considered the past and

anticipated collection experience of the Local Government Unit and current economic conditions.

3. The amount of the borrowing pursuant to tax and revenue anticipation notes in the above-mentioned fiscal year, including the current obligation, does not exceed 85% of the sum of the revenues.

IN WITNESS WHEREOF, the undersigned have set their hands this _____ day of _____, 20__.

_____, Council President

Judith Poltanis, Borough Secretary