

RESOLUTION NO. 2023- 1
RATE COVENANT RESOLUTION

A RESOLUTION OF THE NORTHERN CAMBRIA MUNICIPAL AUTHORITY, CAMBRIA COUNTY, PENNSYLVANIA, ESTABLISHING RATES FOR THE WATER SERVICE AND PROVIDING PROCEDURES FOR CHANGING RATES TO GUARANTEE PAYMENT OF COSTS AND INDEBTEDNESS.

WHEREAS, the Northern Cambria Municipal Authority, hereinafter "NCMA", has secured funding from the Pennsylvania Infrastructure Investment Authority hereinafter "PENNVEST" for the Miller Hollow Water Treatment Facility & Source Improvements Project, hereinafter "Project", in the amount of \$13,952,927.00; and

WHEREAS, the professional engineer, Stiffler McGraw, has certified the ability of the Project to be paid for and operated with an increase in the base rate from \$32.50 per residential EDU to \$42.30 per residential EDU.; and

WHEREAS, in order to meet the requirements of PENNVEST financing, the Authority is required to adopt and put in place rates for water service sufficient to pay all costs of operation, debt service and capital reserve.

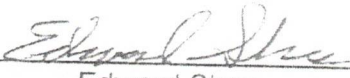
NOW THEREFORE, the governing body of the Northern Cambria Municipal Authority, Cambria County, Pennsylvania, enacts and resolves as follows:

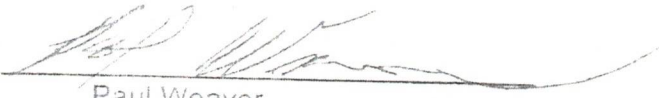
SECTION 1.00 – The Authority covenants to increase Water System rates and charges as follows: to \$42.30 per residential EDU, or such greater amount which will be sufficient to pay the costs of operation and debt service due on the 2023 PENNVEST Loan, ME # 80202, as well as any other debt obligations secured by Water System revenues. Such rate increase to be effective no later than three (3) months prior to the start of principal amortization on the 2023 PENNVEST Loan, ME# 80202, which amortization will start no later than December 1, 2024.

SECTION 2.00 – All resolutions and parts of resolutions inconsistent herewith are expressly repealed.

RESOLVED AND ENACTED by the governing body of the Northern Cambria Municipal Authority at a specially scheduled public meeting held this 19th day of January, 2023.

ADOPTED: January 19, 2023


Edward Shea
SECRETARY


Paul Weaver
CHAIRMAN