

CITY OF JEANNETTE

WESTMORELAND COUNTY, PENNSYLVANIA

RESOLUTION NO. 98-17

**A RESOLUTION APPROVING A \$200,000.00 LOAN
TO STERLING LEBANON PACKAGING CORPORATION
THROUGH THE CITY OF JEANNETTE COMMUNITY
DEVELOPMENT DEPARTMENT ENTERPRISE ZONE LOAN
PROGRAM.**

WHEREAS: the Community Development Department of the City of Jeannette maintains an Enterprise Zone Revolving Loan Program to assist, stimulate and preserve industrial and related development with the City of Jeannette; and

WHEREAS: Sterling Lebanon Packaging Corporation (hereinafter "Sterling Lebanon") is in the process of arranging financing in the total amount of \$5,725,500.00 for purposes of a project including, but not limited to (a) the restructuring of current debt; (b) improvements to its facility; (c) refurbishing equipment at its site situate along Lafferty Street in the City of Jeannette; and (d) providing working capital for such corporation; and

WHEREAS: Sterling Lebanon has received approvals from S & T Bank and the Pennsylvania Industrial Authority (PIDA) for portions of such financing copies of such approvals being attached hereto; and

WHEREAS: Sterling Lebanon has submitted an application to the City of Jeannette, through the Community Development Department, requesting \$200,000.00 through the Department's Enterprise Zone Revolving Loan Program to complete the above referenced project; and

WHEREAS: Sterling Lebanon has submitted financial information to the City of Jeannette concerning its funding for the aforesaid project through the Pennsylvania Industrial Development Authority ("PIDA"), S & T Bank, audited financial statements and other requested information as evidence of its willingness to carry out the aforesaid project and as inducement to the City to loan those funds set forth above; and

WHEREAS: the Council of the City of Jeannette believes that it is in the best interests of the community to foster and promote continuing industrial development within the City of Jeannette and that the loan of those funds requested above, as administered through the City of Jeannette Community Development Department Enterprise Zone Revolving Loan Program is consistent with those interests.

NOW, THEREFORE, WITH THE FOREGOING RECITALS BEING INCORPORATED HEREIN BY REFERENCE THERETO, THE COUNCIL OF THE CITY OF JEANNETTE

HEREBY RESOLVES AS FOLLOWS:

1. That the Council of the City of Jeannetttr hereby approves the request of Sterling Lebanon Packaging Corporation for a loan of \$200,000.00 through the City of Jeannette Community Development Enterprise Zone REvolving Loan Program.
2. That the aforesaid loan shall bear interest at a rate of 5% per annum and shall be repaid to the City over a term of approximately five (5) years.
3. That repayment of the aforesaid loan, together with security therefore, shall be governed by a Note, Mortgage, Loan Agreement, Security Agreement and/or Financing Statements to be prepared and entered by and between the City of Jeannette and Sterling Lebanon Packaging Corporation, said Note, Mortgage, Loan Agreement, Security Agreement and/or Financing Statements being subject to the approval of the Solicitor of the City of Jeannette.
4. That the City Solicitor, on behalf of the City and through its Community Development Department, is hereby authorized to direct correspondence to Sterling Lebanon Packaging Corporation setting forth proposed security for the aforesaid loan and other terms and conditions to be imposed upon Sterling Lebanon Packaging Corporation to consummate such loan through the City of Jeannette in compliance with the procedures of the City of Jeannette Community Development Department and its Enterprise Zone REvolving Loan Program.
5. That in issuing this directive to the City Solicitor, The Council of the City of Jeannette acknowledges that any security interests it may take may be subordinate to other security interests associated with financing for this prokect or other pre-existing security interests and may be, in whole or in part, subordinato to interests of PIDA and S & T Bank to the extent that they are parttiipating in financing this project. The Council of the City of Jeannetttr further acknowledges that any security interest requested or conditions proposes by the City Solicitor may be subject to modification upon receipt of any final security requirements imposed by the Pennsylvania Industrial Development Authority or other lending institutions providing for this project
6. That upon reaching arrangements to provide security for the aforesaid loan, such conditions believe to be satisfactory to the City Solicitor and the Director of the City of Jeannette Community

RESOLUTION NO. 98-17 - (Continued)

Development Department, such security arrangements and conditions of such loan shall be presented to the Council of the City of Jeannette for final approval prior to closing on the aforesaid loan and the disbursement of funds thereunder.

7. That the Community Development Director is hereby authorized and directed to take any actions necessary to carry out the terms of this Resolution and the loan referenced therein.

8. That the Mayor of the City of Jeannette is hereby authorized to execute any documents necessary to effectuate the intentions of this Resolution.

THIS RESOLUTION IS DULY ORDAINED AND ADOPTED THIS 9TH. DAY OF DECEMBER, 1998.

ATTEST:

/s/ Ronald E. Dinsmore
RONALD E. DINSMORE
 CITY CLERK

THE CITY OF JEANNETTE:

/s/ Carl J. Matt
CARL J. MATT, MAYOR &
PRESIDENT OF COUNCIL

CITY OF JEANNETTE

WESTMORELAND COUNTY, PENNSYLVANIA

RESOLUTION NO. 99-1

RESOLUTION OF THE CITY OF JEANNETTE CITY
 COUNCIL APPROVING A BUDGET REVISION TO
 THE FY 94 COMMUNITY DEVELOPMENT BLOCK
 GRANT (CDBG) PROGRAM

WHEREAS: the City of Jeannette has received a grant from the Commonwealth of Pennsylvania Department of Community and Economic Development under the PA. CDBG Program for Fiscal Year 1994; and

WHEREAS: the City of Jeannette has proposed the following revision to the FY 94 CDBG Program budget; and

WHEREAS: the budget revision is as follows:

Transfer from the Demolition line item (Debit) \$34,493.81
 into the HOUSING REHABILITATION line item (Credit) \$34,493.81

WHEREAS: the above requested revision will provide additional funding for housing rehabilitation projects and allowing for the preparation of the FY 94 contract for final close out.

NOW, THEREFORE, BE IT Resolved that the City Council of the City of Jeannette hereby approves the budget revision to the FY 1994 CDBG Program.

Approved by the Council of the City of Jeannette this 13th. Day of January, 1999.

WITNESS MY HAND AND SEAL, this 13th. day of January, 1999.

ATTEST:

/s/ Ronald E. Dinsmore
 RONALD E. DINSMORE
 CITY CLERK

/s/ Carl J. Matt
 CARL J. MATT, MAYOR &
 PRESIDENT OF COUNCIL