

REQUEST FOR PROPOSALS
SELINGROVE BOROUGH BUILDING IMPROVEMENTS
GENERAL OBLIGATION NOTE

Selinsgrove Borough, 1 North High Street, Selinsgrove, Snyder County, Pennsylvania 17870, is hereby requesting proposals for the purchase of its general obligation note for the permanent financing of its building improvement project.

1. Face amount of the Note shall not exceed \$3,500,000.00.
2. Term of Note: 20 to 30 years.
3. Payment Frequency: Twice per year.
4. Type of Note: General obligation note secured by the pledge of the Borough's full faith credit and taxing authority. The Borough shall comply with applicable laws and shall furnish all required documentation designating the obligation as "Bank Qualified Tax-Exempt" under Section 265(b)(3) of the Internal Revenue Code of 1986 and all applicable amendments thereto.
5. The Note shall be subject to redemption at the option of the Borough, in whole or in part, at any time without premium or penalty, on thirty (30) days' written notice.
6. Please advise of any fees and expenses associated with the sale of the Note. Also, please advise the Borough of any additional covenants required of the Borough. The Borough shall prepare the note, related documents and filings subject to the review and approval of the successful bidder.

Proposals may be submitted by any appropriate means and must be received by the Borough at the above-mentioned address on or before the close of business on January 31, 2014. The bid proposals shall be opened and considered by the Selinsgrove Borough Finance Committee on February 3, 2014. Bid proposals shall remain open for acceptance for 90 days following the Borough Council's regular meeting on February 3, 2014. The Borough reserves the right to reject any or all bid proposals.

If there are any questions, required information, or comments concerning this request for proposals please contact the following:

Paul A. Williams, Borough Manager
Sharon M. Badman, Borough Treasurer
Selinsgrove Municipal Building
1 North High Street
Selinsgrove, PA 17870
Telephone # 570-374-2311
FAX # 570-374-8902

**PROPOSAL FOR PURCHASE OF
\$3,500,000.00
SELINGSGROVE BOROUGH
GENERAL OBLIGATION NOTE**
_____, 2014

Paul Williams, Secretary
Selingsgrove Borough Council
Selingsgrove Municipal Building
One North High Street
Selingsgrove, Pennsylvania 17870

Dear Mr. Williams:

The undersigned hereby agrees to purchase the General Obligation Note of Selingsgrove Borough, Snyder County, Pennsylvania, not to exceed \$3,500,000.00 (the "Note") for a price equal to the principal amount thereof. The Note shall be dated the date of delivery, shall be payable over a _____ (____) year period from that date, shall bear interest at the fixed rate of ____% per annum for the full term, and shall be in substantially the form recited in and subject to the terms and conditions of the ordinance presented to us in connection with this proposal to purchase. The favorable interest rate being offered is based upon the current provisions of the United States Internal Revenue Code and should such provisions be revoked then we may at our option charge a maximum interest rate equal to the prime rate of _____ Bank.

The Note shall be subject to redemption at the option of the Borough, in whole or in part, at any time without premium or penalty, on thirty (30) days' written notice to us.

Settlement for the Note shall be conditioned upon our receiving: (1) the approval certificate of the Pennsylvania Department of Community and Economic Development, (2) the unqualified approving opinion of counsel, (3) a no-litigation certificate, and (4) the financing statements required by the applicable sections of the Local Governmental Unit Debt Act.

Very truly yours,

By: _____

Accepted:

Selingsgrove Borough,
Snyder County, Pennsylvania

By: _____