

RESOLUTION
2019-_____

**A RESOLUTION OF THE COUNCIL OF THE COUNTY OF LUZERNE,
PENNSYLVANIA, APPROVING THE FINANCING BY THE
NORTHEASTERN PENNSYLVANIA HOSPITAL AND EDUCATION
AUTHORITY OF CERTAIN PROJECTS FOR THE BENEFIT OF KING'S
COLLEGE, A NOT-FOR-PROFIT CORPORATION; DECLARING THAT
IT IS DESIRABLE FOR THE HEALTH, SAFETY AND WELFARE OF
THE PEOPLE OF THE COUNTY OF LUZERNE, PENNSYLVANIA,
AND THE AREA SERVED BY KING'S COLLEGE TO HAVE THE
PROJECTS PROVIDED BY AND FINANCED THROUGH THE
AUTHORITY; AND AUTHORIZING OTHER NECESSARY AND
APPROPRIATE ACTION.**

WHEREAS, the Northeastern Pennsylvania Hospital and Education Authority (the "Authority") is a municipality authority incorporated pursuant to a resolution of the County of Luzerne, Pennsylvania (the "County"), and is existing under and governed by the provisions of the Municipality Authorities Act of the Commonwealth of Pennsylvania, 53 Pa. C.S. §5601, et. seq., Act 22 of 2001, effective June 19, 2001, which codifies and amends the Municipality Authorities Act of 1945, amended and supplemented (the "Authorities Act"); and

WHEREAS, the Authorities Act permits the Authority to assist in the financing or refinancing of buildings and facilities for private, nonprofit, nonsectarian colleges which are determined by the Authority to be eligible educational institutions; and

WHEREAS, King's College (the "College"), has represented to the Authority that it operates a private college which provides services on a nonsectarian basis and is a nonprofit corporation existing under laws of the Commonwealth of Pennsylvania (the "Commonwealth"); and

WHEREAS, the College is requesting that the Authority finance, refinance and/or reimburse a project (the "Project") consisting of all or any of the following: (1) refunding all or any portion of the Dallas Area Municipal Authority's outstanding College Revenue Notes, Series A of 2014 (King's College Project), and College Revenue Notes, Series B of 2014 (King's College Project) (collectively, the "2014 Notes"), issued for the benefit of the College; (2) if necessary, paying the costs of terminating qualified hedges relating to the 2014 Notes; (3) the design, acquisition, construction, renovation, improving, equipping and furnishing of new facilities and improvements and additions to the existing facilities of the College, the acquisition of capital equipment for use in or in connection with the facilities of the College and the construction and acquisition of various site and parking improvements on the campus of the College; (4) funding, if applicable, a debt service reserve fund for the Bonds (hereinafter defined); and (5) financing contingencies and paying the costs and expenses incident to the issuance of the Bonds, including bond insurance or other credit enhancement, if advantageous to the College; and

WHEREAS, in order to finance the Project, the Authority will issue one or more series of its revenue bonds (collectively, the "Bonds") on behalf of the College; and

WHEREAS, the County approves the financing of the Project for the benefit of the College, and has determined that it is in the best interests of the people in the County and the area served by the College and the Project, and is desirable for the health, safety and welfare of the people in the County and in the area served by the College and the Project to have the Project provided, and undertaken, by the Authority; and

WHEREAS, pursuant to Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), all debt issued by the Authority, such as the Bonds of the Authority to be issued to finance the Project for the benefit of the College, must be approved by the "applicable elected representative" of the governmental unit in which the Project is located and of the governmental unit on behalf of which the Authority acts or issues bonds after a public hearing following reasonable public notice; and

WHEREAS, pursuant to the Code, the term "applicable elected representative" means, among other things, the elected legislative body of the governmental unit in which the Project is located and of the governmental unit on behalf of which the Authority acts or issues bonds or notes; and

WHEREAS, the Council of Luzerne County is the "applicable elected representative" of the County within the meaning of the Code; and

WHEREAS, in accordance with Section 147(f) of the Code, a public hearing was held by the Authority at 10:00 a.m. local time on March 26, 2019, in connection with the issuance of the Bonds and a report of such hearing has been presented to this Council; and

WHEREAS, the approval by the Council, as evidenced by this Resolution, will permit the Authority to finance the Project with no risk or liability to this County or its citizens and taxpayers.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE LUZERNE COUNTY, AS FOLLOWS:

1. In connection with the financing of the Project by the Authority, the Council of the Luzerne County hereby declares it to be desirable for the health, safety and welfare of the people of the County and in the area served by the College and the Project, to have the Project provided by, and financed through, the Authority.

2. The Council of Luzerne County hereby approves the issuance of the Bonds by the Authority in an aggregate principal amount not in excess of \$70,000,000 and the use of the proceeds of the Bonds to finance the Project is hereby approved.

3. THE APPROVAL GRANTED HEREBY SHALL NOT IN ANY WAY PLEDGE OR OBLIGATE THE CREDIT OR TAXING POWER OF LUZERNE COUNTY, NOR SHALL THE COUNTY BE LIABLE FOR THE PAYMENT OF THE PRINCIPAL OF, OR INTEREST ON, ANY OBLIGATIONS ISSUED BY THE AUTHORITY, INCLUDING, BUT NOT LIMITED TO, THE BONDS TO BE ISSUED BY THE AUTHORITY TO FINANCE THE PROJECT.

4. Luzerne County acknowledges that the Authority is entitled to rely upon, and will rely upon, the findings and determinations of the County as set forth in Paragraph 1 above.

5. This Resolution shall become effective immediately.

6. In the event that any provision, section, sentence, clause or part of this Resolution shall be held to be invalid, such invalidity shall not affect or impair any remaining provision, section, sentence or clause of this Resolution, it being the intent of Luzerne County that such remainder shall be and remain in full force and effect.

7. All resolutions or parts of resolutions inconsistent herewith are hereby repealed.

DULY ADOPTED, THIS 26TH DAY OF MARCH, 2019, BY THE COUNTY COUNCIL OF THE COUNTY OF LUZERNE, PENNSYLVANIA, IN LAWFUL REGULAR SESSION DULY ASSEMBLED.

COUNTY COUNCIL FOR THE COUNTY OF LUZERNE, PENNSYLVANIA

Tim McGinley, Chair

Attest: _____
Sharon Lawrence,
Clerk of County Council

C. David Pedri, Esq., County Manager

(SEAL)