

City of Johnstown

Cambria, County, Pennsylvania

ORDINANCE NO. 5232 of 2017

Bill No. 12 of 2017

Introduced in Council  
April 12, 2017

AN ORDINANCE INCREASING THE INDEBTEDNESS OF THE CITY OF JOHNSTOWN, CAMBRIA COUNTY, PENNSYLVANIA, BY THE ISSUE OF A GUARANTEED REVENUE NOTE IN THE MAXIMUM PRINCIPAL AMOUNT OF \$6,082,200.00, FOR PURPOSES OF:

THE PROJECT IS LOCATED WITHIN THE MOXHAM PHASE II SANITARY STORM SEWER SEPARATION PHASE AREAS OF THE CITY OF JOHNSTOWN. THE EXISTING SANITARY SEWER SYSTEM IS MORE THAN 80 YEARS OLD CONSISTING OF VITRIFIED CLAY PIPE COLLECTION LINES THAT ARE ALLOWING GROUNDWATER (INFILTRATION) TO ENTER THE SYSTEM THROUGH NON-GASKETED PIPE JOINTS AND PIPE FAILURES. ADDITIONALLY, SURFACE WATER (INFLOW) ENTERS THE SANITARY SEWER SYSTEM BY WAY OF CONNECTIONS BETWEEN THE SANITARY AND STORM SEWERS THAT WERE MADE TO ALLEVIATE STORM SEWER BACK-UPS. THE GOAL OF THIS PROJECT IS REHABILITATION OF THE MOXHAM PHASE II SANITARY STORM SEWER SEPARATION LINES TO REMOVE INFILTRATION & INFLOW TO THE SANITARY SEWER SYSTEM BY REHABILITATING THE COLLECTION LINES AND ELIMINATING INTERCONNECTIONS BETWEEN THE SANITARY AND STORM SEWER SYSTEMS.

FIXING THE FORM, DATES, INTEREST, AND MATURITY THEREOF; MAKING A COVENANT FOR THE PAYMENT OF THE DEBT SERVICE ON THE NOTE; PROVIDING FOR THE FILING OF THE REQUIRED DOCUMENTATION WITH THE DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT TO INCUR AND EXCLUDE ADDITIONAL DEBT OF THE GOVERNMENTAL UNIT; PROVIDING FOR THE APPOINTMENT OF A SINKING FUND DEPOSITORY FOR THE NOTE; PROVIDING FOR THE AUTHORIZED SIGNATORIES AND AUTHORIZING EXECUTION, SALE AND DELIVERY THEREOF.

WHEREAS, it is necessary that the indebtedness of the City of Johnstown, Cambria County, Pennsylvania ("Local Government Unit") be increased for the following purpose; The

project is located within the Moxham Phase 2 Sanitary Storm Sewer Phase areas of The City of Johnstown. The existing sanitary sewer system is more than 80 years old consisting of vitrified clay pipe collection lines that are allowing groundwater (infiltration) to enter the system through non-gasketed pipe joints and pipe failures. Additionally, surface water (inflow) enters the sanitary sewer system by way of connections between the sanitary and storm sewers that were made to alleviate storm sewer back-ups. The goal of this project is rehabilitation of the 8<sup>th</sup> Ward Sanitary Storm Sewer Phase lines to remove infiltration & inflow to the sanitary sewer system by rehabilitating the collection lines and eliminating interconnections between the sanitary and storm sewer systems;

WHEREAS, the Local Government Unit has received preliminary realistic cost estimates from professional consultants indicating the sum of \$6,082,200.00, will be needed to complete the project;

WHEREAS, the Pennsylvania Infrastructure Investment Authority ("PENNVEST") has approved funding for the Project, subject to the approval of debt proceedings.

WHEREAS, the Local Government Unit shall file debt proceedings with the Department of Community and Economic Development to qualify the indebtedness hereafter authorized as self-liquidating debt; and

WHEREAS, provided the debt related to the project qualifies as self-liquidating, as aforesaid, the proposed increase of debt, together with the Local Governmental Unit's non-electoral indebtedness and its lease rental indebtedness presently outstanding, will not cause the limitations of the Local Governmental Unit's debt incurring power, pursuant to constitutional and statutory authority, to be exceeded.

NOW THEREFORE, BE IT ORDAINED AND ENACTED by the City of Johnstown City Council, Cambria County, Pennsylvania, and it is hereby ordained and enacted by the authority of same as follows:

SECTION 1. It is necessary that the indebtedness of the City of Johnstown, Cambria County, Pennsylvania, be increased for the purpose of constructing the Project;

SECTION 2. The period of useful life of the improvements for which this obligation is to be issued is set forth in **EXHIBIT A**.

SECTION 3. Said indebtedness shall be incurred as non-electoral debt and shall be evidenced by one guaranteed revenue note, in fully registered form, in a sum not to exceed \$6,082,200.00, (the "PENNVEST Guaranteed Revenue Note") bearing interest at a rate of 1.000% per annum for the years 1-5 during the interest only period and the first five years of principal amortization and 1.000% for the remainder of the five or more year term for a total of twenty years. The form of the PENNVEST Guaranteed Revenue Note is set forth in **EXHIBIT A**.

SECTION 4. The PENNVEST Guaranteed Revenue Note is being issued as provided in the Act of the General Assembly of the Commonwealth of Pennsylvania approved the 28th day of April, 1978, being Act 52 of 1978 Session and known as the Local Government Unit Debt Act (the "Act"). The Authority shall begin principal amortization of the PENNVEST Note on the earlier of: (i) three (3) months after the estimated date of completion of the Project, (ii) the first day of the calendar month following actual completion of the Project, or (iii) three (3) years from the date of settlement. Notwithstanding the foregoing, principal amortization on the PENNVEST Note shall not be deferred beyond the later of two (2) years from the date of settlement or one (1) year after completion of the Project in accordance with Section 8142(c) of the Act. As of the date of this Ordinance, the projected estimated date of completion of the Project is five or more years.

The Local Government Unit reserves the right to anticipate any or all installments of principal or any payment of interest at any time prior to the respective payments dates thereof, without notice or penalty.

The principal and interest of the PENNVEST Guaranteed Revenue Note shall be payable at the office of the sinking fund depository selected for the Note as hereinafter provided.

SECTION 5. The PENNVEST Guaranteed Revenue Note is hereby declared to be a general obligation of the Local Government Unit. The Local Government Unit hereby covenants that it shall include the amount of debt service on the PENNVEST Guaranteed Revenue Note for each fiscal year in which such sums are payable in its budget for that year; shall appropriate such amounts to the payment of such debt service; and shall duly and punctually pay or cause to be paid the principal of the PENNVEST Guaranteed Revenue Note and the interest thereon at the dates and places and in the manner stated in the PENNVEST Guaranteed Revenue Note according to

the true intent and meaning thereof, and for such proper budgeting, appropriation, and payment, the full faith, credit and taxing power of the Local Government Unit is hereby irrevocably pledged.

In addition, the Local Government Unit grants to PENNVEST a lien and security interest in all other gross revenues or receipts of the Local Government Unit generated or produced from the Local Government Unit's sewer revenue system (the "System") as it now exists and upon completion of the Project, including but not limited to, a security interest in all existing and future accounts, contract rights and general intangibles arising out its operation of the System. The grant of a lien and security interest created hereby shall be evidenced in the Loan Documents entered into between the Local Government Unit and PENNVEST, as the registered owner of the PENNVEST Guaranteed Revenue Note.

Further, the Local Government Unit hereby covenants to pay in each of the following fiscal years in respect to the PENNVEST Guaranteed Revenue Note, including the principal maturity and interest are set forth and referenced herein.

SECTION 6. The PENNVEST Guaranteed Revenue Note shall be executed in the name and under the corporate seal of the Local Government Unit by the City of Johnstown City Council and attested to by the Secretary. The City of Johnstown City Council hereby authorizes and directs the Treasurer to deliver the PENNVEST Guaranteed Revenue Note to PENNVEST, and receive payment therefor on behalf of the Local Government Unit. The Solicitor and the Secretary of the Local Government Unit are authorized and directed to prepare, verify and file the debt statement required by Section 8110 of the Act and to take other necessary action, including filing any statements required to qualify any portion of the debt from the appropriate debt limit as self-liquidating or subsidized debt.

SECTION 7. First Summit Bank is hereby designated as the Sinking Fund Depository for the obligation herein authorized, and there is hereby created and established a Sinking Fund, to be known as "Sinking Fund Sewer Rental Account" for the payment of the principal and interest thereon which shall be deposited into the Sinking Fund no later than the date upon which the same becomes due and payable. The Treasurer shall deposit into the Sinking Fund, which shall be maintained until such obligation is paid in full, sufficient amounts for payment of principal and interest on the obligation no later than the date upon which such payments shall become due. PENNVEST shall, as and when said payments are due, without further action by the Local

Government Unit, withdraw available monies in the Sinking Fund and apply said monies to payment of principal and interest on the obligation.

SECTION 8. The City of Johnstown City Council and the Finance Director of the City of Johnstown are hereby authorized to contract with First Summit Bank for its services as Sinking Fund Depository for the PENNVEST Guaranteed Revenue Note and paying agent for the same..

SECTION 9. In compliance with Section 8161 of the Act, the members of the governing body have determined that a private sale by negotiation rather than public sale is in the best financial interest of the Local Government Unit. Therefore, the PENNVEST Guaranteed Revenue Note in the amount not to exceed \$6,082,200.00, herein authorized to be issued and sold is hereby awarded and sold to PENNVEST (Lender) in accordance with its proposal to purchase the PENNVEST Guaranteed Revenue Note at par; provided it is dated the delivery thereof to the (Lender) and is in the form set forth in this Ordinance as well as **EXHIBIT A**; and further provided that the proceedings have been approved by the Department of Community and Economic Development if such approval is required under the provisions of the Act; and subject to such further terms and conditions set forth in the PENNVEST Funding Offer attached hereto and made a part hereof by reference.

SECTION 10. The action of the proper officers and the advertising of a summary of this Ordinance as required by law in the Johnstown Tribune Democrat, a newspaper of general circulation, is ratified and confirmed. The advertisement in said paper of the enactment of the ordinance is hereby directed within fifteen (15) days following the day of final enactment.

SECTION 11. All ordinances or parts of ordinances not in accord with this Ordinance are hereby repealed insofar as they conflict herewith.

ORDAINED AND ENACTED THIS 24th day of May, 2017.

ATTEST: City of Johnstown City Council

Frank J. Janakovic, Mayor

Peter Vizza, Deputy Mayor

Nunzio Johncola

Marie Mock

David Vitovich

Secretary Nancy J. Cushing

Approved this 24th day of May, 2017.

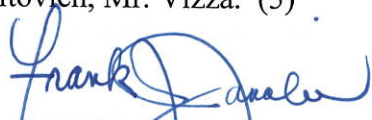
PASSED FINALLY IN COUNCIL:

May 24, 2017

By the following vote:

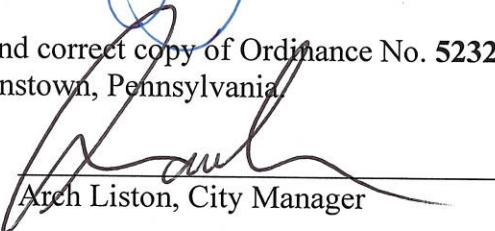
Yeas: Mayor Janakovic, Mr. Johncola, Mrs. Mock, Mr. Vitovich, Mr. Vizza. (5)

Nays: Mrs. Stanton, Mr. Williams (2)



Frank J. Janakovic, Mayor  
Peter Vizza, Deputy Mayor

ATTEST: I do hereby certify that the foregoing is a true and correct copy of Ordinance No. **5232** as the same adopted by the City Council of the City of Johnstown, Pennsylvania



Arch Liston, City Manager

**CITY OF JOHNSTOWN, PENNSYLVANIA  
ORDINANCE NO. 5233**

**BILL NO. 14 of 2017**

**Introduced in Council  
May 24, 2017**

AN ORDINANCE AMENDING ORDINANCE NO. 4394, **TITLED: AN ORDINANCE APPROVING, ADOPTING AND ENACTING AMENDMENTS AND ADDITIONS TO THE GENERAL OFFENSES CODE OF THE CITY OF JOHNSTOWN, PENNSYLVANIA, AND REPEALING ALL ORDINANCES OR PARTS OF ORDINANCES INCONSISTENT HEREWITH, PASSED FINALLY ON SEPTEMBER 10, 1986, BY FURTHER AMENDING CERTAIN SECTIONS OF CHAPTER 652 – OFFENSES RELATING TO PERSONS TO PROHIBIT HATE-BASED OFFENSES AGAINST INDIVIDUALS BY REASON OF ACTUAL OR PERCEIVED ANCESTRY, DISABILITY, SEX, SEXUAL ORIENTATION, GENDER IDENTITY OR EXPRESSION.**

WHEREAS, hate-based offenses committed with malicious intent towards the disability, sex, sexual orientation, and gender identity or expression of another individual or group of individuals are not currently provided protection under Pennsylvania's Ethnic Intimidation statute (18 Pa. C.S. § 2710); and

WHEREAS, the City Council has deemed it desirable to make certain changes to the General Offenses Code in order to preserve the peace, protection, comfort, health, safety, and welfare of the inhabitants of the City by prohibiting practices motivated by hatred and directed at classes of persons which historically have been victimized by such acts;

NOW, THEREFORE, Ordinance No. 4394, setting forth the General Offenses Code of the City of Johnstown, is hereby further amended as follows:

**Section 1. Amendments to the General Offenses Code**

**Section 652.03: HATE-BASED OFFENSES**

- (a) No person shall commit an offense under Title 18, Chapter 25 (relating to criminal homicide), Chapter 27 (relating to assault), Chapter 29 (relating to kidnapping), Chapter 31 (relating to sexual offenses), Chapter 33 (relating to arson, criminal mischief and other property destruction), or Section 3503 (relating to criminal trespass) of the Pennsylvania Crimes Code, against an individual or group of individuals or the property of an individual or group, accompanied by malicious intent as defined in subsection (b) hereof.

(b) "Malicious intent" for the purposes addressed in this Ordinance, means the intent to commit any act, the commission of which is a necessary element of any offense referred to in subsection (a) above, motivated by hatred towards the actual or perceived disability, sex, sexual orientation, gender identity or expression, of another individual or group of individuals.

(c) As used in this section:

(1) "Disability" means a physical or mental impairment that substantially limits one or more of his or her major life activities, a record of such an impairment, or being regarded as having such an impairment.

(2) "Sexual Orientation" means a male or female homosexuality, heterosexuality and bisexuality, by preference, practice or as perceived by others.

(3) "Gender identity or expression" means a self-perception, or perception by others, as male or female, and shall include an individual's appearance, behavior, or physical characteristics, that may be in accord with, or opposed to, one's physical anatomy, chromosomal sex, or sex assigned at birth; and shall include, but not be limited to, individuals who are undergoing or have completed sex reassignment.

#### Section 652.99 PENALTY

See Section 202.99 for general Code penalties.

#### **Section 2**

This Ordinance shall become effective immediately upon final passage.

#### **Section 3**

Any/all ordinances, parts of ordinances, resolutions, and parts of resolutions not in accord with this Ordinance are hereby repealed insofar as and to the extent that they conflict with this Ordinance.

#### **Section 4**

Any/all other provisions of Ordinance 4394 that are not referenced herein remain in full force and effect.



ORDAINED and ENACTED by the City Council of the City of Johnstown, County of Cambria, the Commonwealth of Pennsylvania on this 14th day of June, 2017.

PASSED FINALLY IN COUNCIL: June 14, 2017  
by the following vote:

Yeas: Mayor Janakovic, Mr. Johncola, Mrs. Mock, Mr. Vitovich. (4)  
Nays: Mr. Williams, Mrs. Stanton, Mr. Vizza. (3)



\_\_\_\_\_  
Frank Janakovic, Mayor

\_\_\_\_\_  
Pete Vizza, Deputy Mayor

ATTEST: Arch Liston, City Manager

I do hereby certify that the foregoing is a true and correct copy of Ordinance. **5233**, as the same was adopted by the City Council and signed by the Mayor and/or Deputy Mayor of the City of Johnstown, Pennsylvania.



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Arch Liston, City Manager