

**SPECIAL COUNCIL MEETING
MARCH 19, 1998**

President Eline called the meeting to order at 7:30 PM with the following Councilors present: Holly Giles, Charles Woodward, Jay Schmitt, Rich Kreisher, Leonard Andrews, Ted Streeter and Mayor Troxell. Margaret Gustafson and John Wiley were absent. Others present included Solicitor Oyler and Frank Leber of Rhoads & Sinon.

Frank Leber presented Council with copies of the Gettysburg Municipal Authority 1998 guaranty agreement (sewer system), the Ordinance and a schedule of uses of the funds. The guaranteed sewer revenue bonds, series 1998, would be dated April 1, 1998, in the principal amount of \$2,000,000.

Mr. Kreisher asked if the Borough would become responsible for repayment should GMA default on the bonds. Mr. Leber responded that before the Borough's guarantee is called upon other GMA reserve funds would be used first.

Ms. Giles asked about other GMA bonds now outstanding. Mr. Leber noted that GMA refunded the 1991 bonds in 1997 in order to obtain better interest rates.

Ms. Giles asked if there is a maximum on the Borough's borrowing capacity. Mr. Leber explained that the Borough's borrowing base is 350 per cent of the prior three years revenues.

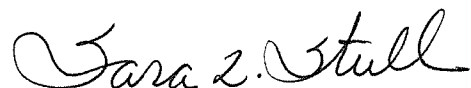
Mr. Andrews asked if the Borough's guarantee of this bond would affect the debt service of other bonds. Mr. Leber replied that it would not.

Moved Mr. Andrews, seconded Mr. Kreisher to adopt the Ordinance authorizing lease rental debt in the amount of \$2,000,000; by the guaranty of a series of guaranteed sewer revenue bonds, Series of 1998, dated as of April 1, 1998, to be issued to the Gettysburg Municipal Authority; with debt service as attached on exhibit A. YEA: John Eline, Richard Kreisher, Theodore Streeter, Holly Giles, Leonard Andrews, Jay Schmitt and Charles Woodward.

Mr. Leber proceeded by briefing Council on a bond proposal to be issued by GMA for Gettysburg College. Council will need to schedule a TEFRA hearing as the proposal is finalized. Mr. Leber will be sure to keep Council informed as the information becomes available.

With no further business. moved Mr. Schmitt, seconded Mr. Andrews to adjourn this special meeting at 8:00 PM.

Respectfully submitted,



Sara L. Stull
Borough Secretary