

**CITY OF READING
PENNSYLVANIA**

RESOLUTION NO. 60 2007

WHEREAS, the City of Reading, Pennsylvania (the "City"), heretofore has created the Reading Area Water Authority (the "Authority"), a body corporate and politic, incorporated pursuant to and governed by the Municipality Authorities Act, Act 22 of 2001, 53 Pa.C.S.A. Chapter 56, as amended and supplemented (the "Act"), of the Commonwealth of Pennsylvania (the "Commonwealth"), for the purpose of providing water service to the City and its surrounding communities; and

WHEREAS, in accordance with the terms of the Authority's Articles of Incorporation, the Authority has all of the powers provided for under the Act except that the Authority must receive the prior approval of the Council of the City ("Council") before undertaking projects not related to waterworks, water supply works or water distribution systems, or before undertaking any kind of project (water related or not) which involves the incurrence of any long-term debt; and

WHEREAS, the Authority desires to undertake certain capital projects in calendar year 2007, including the extension of water and sewer service and the construction of capital improvements to the Authority's water treatment, conveyance and distribution system (the "System"); and

WHEREAS, Council has determined that it is in the best interests of the City and its residents for the Authority to undertake such projects as more completely described herein, and

WHEREAS, the Council desires to endorse, authorize or approve such action as shall be necessary and appropriate.

NOW, THEREFORE, BE IT RESOLVED by the Council of this City, as follows:

1. This Council hereby (a) endorses the Authority's negotiation for the extension of potable water and wastewater service collection, conveyance and disposal services to the Borough of New Morgan, Berks County, Pennsylvania (the "New Morgan Project"), (b) approves and authorizes certain capital improvements, renovations and capital additions of and to the System (the "System Improvements and Expansion Projects"), and (3) the incurrence of long-term indebtedness in the amount of \$25,000,000.00 to finance the same (the "Financing Project," together with the New Morgan Project and the System Improvements and Expansion Projects, the "Projects"), and

2. These resolutions constitute conclusive evidence of consent by the City of Reading to the undertaking of the stated Projects. Further, this Council hereby authorizes the Mayor and/or the Finance Director of this City to take any and all other actions and do all things necessary and desirable assist the Authority in the completion of the Projects. The terms of the actual documentation for the RAWA financing shall be satisfactory and approved in all respects by the Mayor and/or the Finance Director.

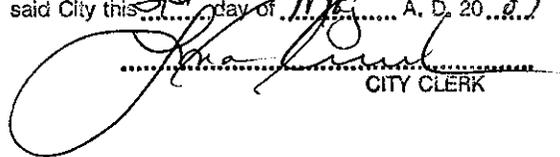
3. This Resolution shall become effective immediately.

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

5. All resolutions or parts of resolutions, insofar as the same shall be inconsistent herewith, shall be and the same expressly are hereby repealed.

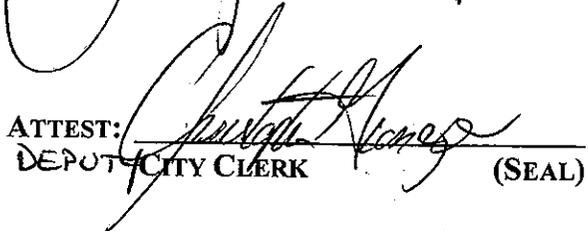
DULY ADOPTED, this 14th day of May, 2007, by the Council of the City of Reading, Pennsylvania, in lawful session duly assembled.

I, LINDA A. KELLEHER, City Clerk of the City of Reading, Pa., do hereby certify, that the foregoing is a true and correct copy of the original Resolution passed by the Council of the City of Reading, on the 14th day of May A. D. 2007. Witness my hand and seal of the said City this 14th day of May A. D. 2007.


CITY CLERK

CITY OF READING

BY: 
PRESIDENT, COUNCIL OF THE CITY

ATTEST: 
DEPUTY CITY CLERK (SEAL)