

No. 03-18-RE

A RESOLUTION

A Resolution approving a Project for the benefit of Duquesne University of the Holy Spirit, a nonprofit corporation organized under the laws of the Commonwealth of Pennsylvania (the "*University*"), to be financed by the Allegheny County Higher Education Building Authority by the issuance of the Authority's federally taxable and/or tax-exempt bonds or notes, to be issued in one or more series, in the aggregate principal amount which, together with original issue premium and less original issue discount, is not expected to exceed \$20,000,000, provided that the taxing power of the County of Allegheny, Pennsylvania (the "*County*"), shall not be obligated in any way with respect to the Bonds (hereinafter defined), and determining that the purpose of the financing will be to benefit the health and welfare of the citizens of Allegheny County, Pennsylvania

Whereas, the Allegheny County Higher Education Building Authority (the "*Authority*") was created by the County under the Municipality Authorities Act, approved June 19, 2001, P.L. 287, No. 22, as amended (the "*Act*"), of the Commonwealth of Pennsylvania; and

Whereas, the Authority has been requested by the University to issue one or more series of its tax-exempt revenue bonds and/or taxable revenue bonds to be designated "Allegheny County Higher Education Building Authority University Revenue Bonds, Series of 2018 (Duquesne University)" or such other designations as the Authority deems appropriate (the "*Bonds*") in an aggregate principal amount which, together with original issue premium and less original issue discount, is not expected to exceed \$20,000,000 to provide long-term financing of: (a) upgrades and replacements to various mechanical systems, including HVAC, elevators, electrical switchgear, pneumatic controls, fan coil units, fire protection, and sprinkler systems in the Koren Building, Fisher Hall, School of Law, College Hall, Richard King Mellon Hall of Science, Rockwell Hall, Libermann Hall, Gumberg Library, Administration Building, and St. Ann Hall; (b) renovations to Rockwell Hall, Assumption Hall, St. Ann Hall, Richard King Mellon Hall of Science office, and the Des Places Living Learning Centers; (c) roof replacements in Duquesne Union and Trinity Hall; (d) certain capital improvements to Duquesne Towers; (e) other miscellaneous capital projects on the main campus of the University; (f) funding of capitalized interest; (g) funding of any necessary reserves; and (h) the costs of the issuance of the Bonds, including, but not limited to, the costs of providing credit and/or liquidity enhancement for the Bonds (collectively, the "*Project*"); and

Whereas, the facilities included in the Project are all on the campus of the University and are located entirely in Allegheny County; and

Whereas, the Authority is authorized under the Act to issue its bonds for the purposes aforesaid, and the Authority has determined that the public interest will be served and that the purposes of the Act can be fulfilled by the Authority's issuance of bonds in order to obtain funds to loan to the University for the foregoing purposes; and

Whereas, Section 5607(b)(2)(iv) of the Act provides, among other things, that school building projects and facilities to be leased to or financed with loans to private, nonprofit, nonsectarian secondary schools, colleges and universities, state-related universities and community colleges serving the public, such as the University, may be financed by an authority created under the Act, if the municipality organizing such authority declares by resolution or ordinance that it is desirable for the health, safety, and welfare of the people in the area served by such projects and facilities to have such projects and facilities provided by, or financed through, such authority; and

Whereas, the following resolution is also adopted to give effect to the provisions of the Municipality Authorities Act, Act No. 22 of 2001, as amended by Act No. 110 of 2001, 53 Pa.C.S.A. Section 5601 et seq., including, without limitation, Section 5607(a)(15) thereof; and

Whereas, neither the Bonds nor the approval granted hereby shall obligate the taxing power of the County in any way and the Bonds shall be limited obligations of the Authority, payable solely from revenues pledged for payment therefor.

The Council of the County of Allegheny hereby resolves as follows:

SECTION 1. Incorporation of the Preamble.

The provisions set forth in the preamble to this Resolution are incorporated by reference in their entirety herein.

SECTION 2. Terms Defined.

Terms used in the Recitals to these Resolutions are herein used as therein defined.

SECTION 3. Approval of Project and Bonds.

For the purposes set forth in the Recitals, and subject to the limitations set forth in the last Recital stated above, the County of Allegheny, Pennsylvania, acting by and through its County Council, hereby:

- A. It is hereby declared that it is desirable for the health, safety, and welfare of the people in the County and areas served by the Project's buildings and facilities to have the Project buildings and facilities financed through the Authority; and
- B. The Project, including the Project buildings and facilities, and the financing of the Project through the issuance of the Bonds are hereby approved and such approval shall not in any way obligate the taxing power of the County.

SECTION 4. Severability. If any provision of this Resolution shall be determined to be unlawful, invalid, void or unenforceable, then that provision shall be considered severable from the remaining provisions of this Resolution which shall be in full force and effect.

SECTION 5. Repealer. Any Resolution or Ordinance or part thereof conflicting with the provisions of this Resolution is hereby repealed so far as the same affects this Resolution.

Enacted in Council, this 20th day of March, 2018

Council Agenda No. 10530-18



John DeFazio
President of Council

Attest: 

Jared Barker
Chief Clerk of Council

Chief Executive Office April 2, 2018

Approved: 

Rich Fitzgerald
County Executive

Attest: 

Sonya Dietz
Executive's Secretary

SUMMARY OF LEGISLATION
DUQUESNE UNIVERSITY OF THE HOLY SPIRIT
SUBMITTED FOR COUNCIL MEETING FEBRUARY 20, 2018

On behalf of Duquesne University of the Holy Spirit, a Pennsylvania non-profit corporation (the "*University*"), the Allegheny County Higher Education Building Authority (the "*Authority*") intends to issue its taxable and/or tax-exempt revenue bonds or notes in an amount which, together with original issue premium and less original issue discount, is not expected to exceed \$20,000,000 (the "*Bonds*"). The Bonds will finance the costs of the following:

1. Upgrades and replacements to various mechanical systems, including HVAC, elevators, electrical switchgear, pneumatic controls, fan coil units, fire protection, and sprinkler systems in the Koren Building, Fisher Hall, School of Law, College Hall, Richard King Mellon Hall of Science, Rockwell Hall, Libermann Hall, Gumberg Library, Administration Building, and St. Ann Hall;
2. Renovations to Rockwell Hall, Assumption Hall, St. Ann Hall, and Richard King Mellon Hall of Science office and the Living Learning Centers;
3. Roof replacements in Duquesne Union and Trinity Hall;
4. Capital improvements to Duquesne Towers;
5. Miscellaneous capital expenses on the main campus of the University;
6. Funding of capitalized interest;
7. Funding of any necessary reserves; and
8. Issuance of the Bonds, including, but not limited to, the costs of providing credit and/or liquidity enhancement for the Bonds.

M E M O R A N D U M

OFFICE OF THE COUNTY MANAGER

TO: Jared E. Barker
Allegheny County Council

FROM: William D. McKain CPA
County Manager

DATE: February 15, 2018

RE: Proposed Resolution

Attached is a Resolution approving a Project for the benefit of Duquesne University of the Holy Spirit, a nonprofit corporation organized under the laws of the Commonwealth of Pennsylvania (the "**University**"), to be financed by the Allegheny County Higher Education Building Authority by the issuance of the Authority's federally taxable and/or tax-exempt bonds or notes, to be issued in one or more series, in the aggregate principal amount which, together with original issue premium and less original issue discount, is not expected to exceed \$20,000,000, provided that the taxing power of the County of Allegheny, Pennsylvania (the "**County**"), shall not be obligated in any way with respect to the Bonds (hereinafter defined), and determining that the purpose of the financing will be to benefit the health and welfare of the citizens of Allegheny County, Pennsylvania.

The Allegheny County Law Department has reviewed this legislation prior to submitting it to Council.

I am requesting that this item be placed on the agenda at the next Regular Meeting of Council.

2018 FEB 15 AM 11:10
RECEIVED
ALLEGHENY COUNTY COUNCIL