

**GUARANTY AGREEMENT**

Dated February 5, 2010,

By and among

TOWNSHIP OF JACKSON

Cambria County, Pennsylvania,

as Guarantor,

and

JACKSON TOWNSHIP WATER AUTHORITY,

and

FIRST NATIONAL BANK OF PENNSYLVANIA

Ebensburg, Pennsylvania

as Lender,

With Respect To

Guaranteed Water Revenue Bond, Series of 2010  
Dated February 5, 2010

## GUARANTY AGREEMENT

THIS GUARANTY AGREEMENT, dated February \_\_\_\_, 2010, by and among the TOWNSHIP OF JACKSON, Cambria County, Pennsylvania, a political subdivision of the Commonwealth, as Guarantor, and JACKSON TOWNSHIP WATER AUTHORITY, a municipality authority existing under the Authorities Act of the Commonwealth, and First National Bank of Pennsylvania, a banking corporation organized and existing under laws of the Commonwealth, and having an office located in Ebensburg, Pennsylvania.

### WITNESSETH:

WHEREAS, Capitalized words and phrases contained herein shall have the meanings specified in Section 1.01 hereof and in the Loan Agreement; and

WHEREAS, The Authority intends to authorize and to issue the Bond; and

WHEREAS, The Bond are to be issued under and pursuant to the Loan Agreement; and

WHEREAS, The proceeds derived from sale, authorization and issuance of the Bond will be applied, together with other funds available or to be available to the Authority, for and toward the Project and related Costs, as such terms are defined in the Loan Agreement in the manner to be provided in the Loan Agreement; and

WHEREAS, The Township, as an inducement to the Authority to undertake the Project and to authorize and to issue the Bond, to be guaranteed by the Township, and as an inducement to the Bank to purchase the Bond and to enhance and to ensure the security of the Bond and thereby to achieve interest cost and other savings with respect to the Project, desires to enter into this Guaranty Agreement with respect to the Bond, as is permitted by the Debt Act; and

WHEREAS, The Board of Supervisors of the Township, in entering into this Guaranty Agreement, is acting in the public interest in connection with preservation and protection of the general health and welfare of inhabitants of the Township and of the Commonwealth; and

WHEREAS, The parties hereto desire to set forth the terms and conditions under and pursuant to which the Bond are to be guaranteed by the Township and related matters.

NOW, THEREFORE, The parties hereto covenant and agree as follows:

## ARTICLE I

### Definitions

SECTION 1.01. Terms and phrases defined in this Section 1.01, for all purposes of this Guaranty Agreement, as herein defined, shall have the meanings herein specified, unless the context clearly otherwise requires:

**“Authorities Act”** shall mean the Act of the General Assembly of the Commonwealth, known as the “Municipality Authorities Act,” 53 Pa. C.S. Ch. 56, as amended and supplemented, from time to time;

**“Authority”** shall mean Jackson Township Water Authority, a municipality authority of the Commonwealth, a party hereto;

**“Bank”** shall mean First National Bank of Pennsylvania, a banking corporation organized and existing under laws of the Commonwealth, and having its principal office in Hermitage, Pennsylvania, and having an office in Ebensburg, Pennsylvania, a party hereto;

**“Board”** shall mean the governing body of the Authority;

**“Bond”** shall mean the Guaranteed Water Revenue Bond, Series of 2010, dated as provided therein, of the Authority, to be authorized for issuance under the Loan Agreement, in the maximum principal amount not to exceed \$600,000, as such more specifically shall be described in the Loan Agreement;

**“Commitment”** shall mean the commitment letter of the Bank dated November 25, 2009, approved by Certified Resolution of the Board of the Authority on December 22, 2009, for purchase of the Bond (as defined in the Loan Agreement), as amended or supplemented, from time to time;

**“Commonwealth”** shall mean the Commonwealth of Pennsylvania;

**“Debt Act”** shall mean the Local Government Unit Debt Act, 53 Pa. C.S. Chs. 80-82;

**“Fiscal Year”** shall mean the fiscal year of the Township as provided by laws of the Commonwealth;

**“Guaranty Agreement”** shall mean this document and all modifications, alterations, amendments and supplements hereto made and delivered in accordance with provisions hereof, which phrase sometimes is referred to in this document by use of such words as “hereto,” “hereby,” “herein,” or “hereunder,” or other descriptive words or phrases having similar import;

**“Interim Indebtedness”** shall mean a portion of the interim financing note heretofore issued by the Authority on December 7, 2009, to the Bank to refund the Authority’s Water Revenue Bond, Series of 1982, dated as of March 10, 1982, originally issued in the maximum principal amount of \$1,311,400 to the United States of America, acting through the Farmers Home Administration, under and secured by a Loan Resolution, duly adopted by the Authority on \_\_\_\_\_, 1982, thereafter transferred to and currently held as Loan No. 010516601, by Capmark Finance, Inc., as Master Servicer on behalf of the Community Program Loan Trust 1987A, which interim financing note is to be refunded and redeemed pursuant to the Refunding Project;

**“Loan Agreement”** shall mean the Loan Agreement, to be dated as provided therein, between the Authority and the Bank, including all modifications, alterations, amendments and supplements thereto made and delivered in accordance with provisions thereof;

**“Person”** shall mean an individual, a partnership, an association, a corporation, a joint stock company, a trust, an unincorporated association, a governmental body, a political subdivision, a municipality, a municipality authority or any other group or entity;

**“Project”** shall mean the undertakings necessary in connection with (1) substituting notes for bonds; (2) refunding, redemption and retirement on \_\_\_\_\_, or such other date as may be selected for redemption, as applicable, of the Interim Indebtedness of the Authority, as a whole, including payment of the principal of, premium, if any, and interest due on the Interim Indebtedness on the date selected for redemption thereof; and (3) the payment of all costs, fees and expenses related to the issuance of the Bond;

**“Township”** shall mean the Township of Jackson, Cambria County, Pennsylvania, a party hereto;

**“United States”** shall mean the United States of America;

**“Water Revenues”** shall mean all water rentals, rates, and other charges collected by the Authority from owners of improved properties that shall be connected to the Water System, for use thereof and for services rendered by the Authority in connection therewith, together with Receipts from Tapping Fees (as defined in the Loan Agreement) and all other receipts, revenues, and money derived in any manner, from any source, from or in connection with the Water System, by the Authority or on behalf of the Authority; and

**“Water System”** shall mean all facilities heretofore acquired and/or constructed in connection with the water system facilities of the Authority, together with all appurtenant facilities and properties which the Authority has acquired or hereafter shall acquire in connection therewith, including all property, real, personal and mixed, rights, powers, licenses, easements, rights of way, privileges, franchises and any and all other property or interests in property of

whatsoever nature, used or useful in connection with such facilities, and together with all additions, extensions, alterations and improvements which may be made or acquired, from time to time. As of any particular time, the **“Water System”** shall mean the facilities contemplated by the Project and all other property, real, personal and mixed, rights, powers, licenses, easements, rights of way, privileges, franchises and any and all other property or interests in property of whatsoever nature, used or useful in connection with such facilities, and capital additions (including property in the nature of capital additions acquired or constructed from funds wholly or partially contributed by any Person) acquired, owned, made or constructed by or for the Authority; and the Water System, without intending to limit the generality of the foregoing, as of any particular time, shall include all wells and water sources, buildings, basins, machinery, mains, conduits, pipes, pipe lines, intake lines and facilities, transmission lines, filtration or treatment plants and systems, tanks, shops, pumping stations, reservoirs, dams, fixtures, engines, boilers, pumps, meters and other equipment, all personal property and all franchises, land, rights of way, privileges, easements, licenses, rights and any other interests in real property owned by the Authority and used or useful in connection with the providing, transporting, treating and/or storing of water.

## ARTICLE II

### *Representations and Warranties of the Township*

**SECTION 2.01.** The Township represents and warrants that:

- A. The Township is a political subdivision of the Commonwealth;
- B. The Township is possessed of all requisite power and authority under laws of the Commonwealth to enter into and to perform all covenants and agreements contained in this Guaranty;
- C. The Township duly has been authorized to enter into this Guaranty Agreement, pursuant to proper and necessary official action of the Board of Supervisors of the Township, in accordance with laws of the Commonwealth;
- D. The Township, in entering into this Guaranty Agreement, is acting in the public interest in connection with preservation and protection of the general health and welfare of inhabitants of the Township and of the Commonwealth; and
- E. The Township, in entering into this Guaranty Agreement, is incurring lease rental debt, to the extent provided herein, pursuant to the Debt Act; and the Township has taken all proper proceedings pursuant to the Debt Act in connection with this Guaranty Agreement.

## ARTICLE III

### *Covenants and Agreements of the Township*

**SECTION 3.01.** The Township, to the extent, in the manner and upon terms and conditions provided herein, guarantees, unconditionally, for the benefit of the Bank and any subsequent holder and/or registered owner, as appropriate, from time to time, of the Bond, full and prompt payment of the principal of the Bond, said guaranteed principal amount not to exceed \$600,000, together with interest due on said principal of the Bond, at the rates specified on Exhibit A hereto, as such shall be due and payable with respect to the Bond.

**SECTION 3.02.** The Township covenants and agrees to pay all costs, fees, expenses and charges, including court costs and attorney fees, of the Bank and/or the Authority, that may be paid or incurred, from time to time, in enforcing the guaranty of the Township hereunder and, to the extent permitted by laws of the Commonwealth, in otherwise enforcing this Guaranty Agreement.

**SECTION 3.03.** All payments required to be made by the Township under this Guaranty Agreement shall be made in lawful money of the United States.

**SECTION 3.04.** Each and every default in payment of the principal of or interest on the Bond shall give rise to a separate cause of action under this Guaranty Agreement and separate suits may be instituted pursuant to this Guaranty Agreement, from time to time, as each cause of action shall arise.

**SECTION 3.05.** The Township covenants to and with the Authority and the Bank and any subsequent holder and/or registered owner, as appropriate, from time to time, of the Bond, that the Township shall do the following: (i) include the amounts payable in respect of the guaranty stated in this Guaranty Agreement, for each Fiscal Year in which such sums are

payable, in its budget for that Fiscal Year; (ii) appropriate such amounts from its general revenues for the payment of such guaranty; and (iii) duly and punctually pay or cause to be paid from its sinking fund (hereinafter referred to) or any other of its revenues or funds the amount payable in respect of such guaranty, at the dates and place and in the manner stated in this Guaranty Agreement, according to the true intent and meaning hereof; and for such budgeting, appropriation and payment in respect of such guaranty of the Bond, the Township pledges, irrevocably, its full faith, credit and taxing power. This covenant shall be specifically enforceable. For the purpose of complying with the covenants of this Section 3.05, the Township covenants that it shall budget the amounts set forth in Exhibit A, which is attached hereto and made part hereof, or such lesser amount as equals the principal of and interest due on the Bond in any Fiscal Year, such being the maximum amount guaranteed by the Township hereunder for each Fiscal Year in which such amount is payable, and shall appropriate and shall pay over to the Bank or any subsequent holder and/or registered owner of the Bond, if any, as appropriate, such amounts; subject, however, to provisions of Section 3.06, provided, however, that the term of the Bond and of this Guaranty Agreement shall be as specified in Exhibit A hereto.

The Township covenants that, to the extent sufficient money shall not be available in its then current budget at any time when payments are required hereunder, and if it shall be unable to incur debt lawfully in the current year for the purpose or to issue tax anticipation notes or bonds or otherwise to satisfy its obligations hereunder, it shall include any amounts so payable by it in its budget for the next succeeding Fiscal Year and shall appropriate such amounts to the payment of such obligations and duly and punctually shall pay or shall cause to be paid its obligations incurred hereunder in the manner herein stated according to the true intent and

meaning hereof, and for such budgeting, appropriation and payment, it does pledge, irrevocably, its full faith, credit and taxing power. This covenant shall be specifically enforceable.

**SECTION 3.06.** It is the intent and purpose of this Guaranty Agreement that the Township shall be required to pay over to the Bank, or to the subsequent holder and/or registered owner, as appropriate, from time to time, of the Bond, only that portion of the principal of and interest on the Bond due, from time to time, that cannot be paid by the Authority from its funds available for the purpose. Therefore, the parties hereto agree that the Township shall be entitled to a credit against the amount of its guaranty obligation assumed hereunder, which credit shall be in an amount equal to any such funds of the Authority available for the purpose and applied in any Fiscal Year to the principal of and interest on the Bond then due and payable.

The Township covenants to establish a “sinking fund,” as such phrase is defined in the Debt Act, with respect to its obligations under this Guaranty Agreement, and the Bank shall be appointed “sinking fund depository” and “paying agent,” as such phrases are defined or applied in the Debt Act, to the extent necessary with respect to the obligations of the Township that shall become payable under this Guaranty Agreement.

**SECTION 3.07.** The obligations of the Township under this Guaranty Agreement shall be absolute and unconditional, irrespective of any other agreement or instrument to which the Township shall be a party, and shall remain in full force and effect until the entire portion of the principal of and interest on the Bond guaranteed by the Township hereunder shall have been paid or shall have been provided for, and shall not be affected, modified, diminished or impaired upon the happening, from time to time, of any event,

including, without limitation, any of the following, whether or not with notice to or consent of the Township, unless such notice or consent is required hereunder:

A. The failure by the Authority to complete the Project or complete the acquisition and/or construction of the Project or to own or to continue operation of the Water System, or the failure of the Authority otherwise to perform any obligation contained in any other agreement, for any reason whatsoever, including, without limiting the generality of the foregoing, insufficiency of funds, negligence or willful misconduct on the part of the Authority or its agents or independent contractors, legal action of any nature that shall delay acquisition and/or construction of the Project or ownership or operation of the Water System, labor disputes, war, insurrection, natural catastrophe or laws, rules or regulations of any body, governmental or otherwise, having proper jurisdiction;

B. The compromise, settlement, release or termination of any or all of the obligations, covenants or agreements of the Authority under the Bond or the Loan Agreement;

C. The failure to give notice to the Township of the occurrence of a default under terms and provisions of this Guaranty Agreement or of the Bond or of the Loan Agreement;

D. The validity, enforceability or termination of the Bond or the Loan Agreement;

E. The neglect or failure of the Authority and/or the Bank to exercise or to preserve any rights or rights of action against any party, Person or property;

F. The failure of the Authority and/or the Bank to have enforced, on prior appropriate occasions, any right or rights of action against any party, Person or property;

G. The compromise, settlement, release, alteration, indulgence or any other change or modification of any obligation or liability of the Authority under the Bond or under the Loan Agreement, regardless of the nature of such obligation or liability and regardless of the extent to which such obligation or liability shall have been modified, compromised or otherwise changed;

H. The voluntary or involuntary repossession or surrender of the Water System;

I. The waiver of the payment, performance or observance by the Authority, the Bank or the Township of any obligations, covenants or agreements contained in the Bond or the Loan Agreement or in this Guaranty Agreement;

J. The extension of the time for payment of the principal of or interest on the Bond or any part thereof owing or payable under this Guaranty Agreement or of the time for performance of any other obligations, covenants or agreements under or arising out of the Loan Agreement or this Guaranty Agreement;

K. The modification or amendment (whether material or otherwise) of any obligation, covenant or agreement set forth in the Bond or the Loan Agreement;

L. The taking of, or the omission to take, any action referred to in the Bond or the Loan Agreement or in this Guaranty Agreement;

M. Any failure, omission or delay on the part of the Authority and/or the Bank to enforce, to assert or to exercise any right, power or remedy conferred upon or vested in the Authority and/or the Bank hereunder or under the Bond or under the Loan Agreement, or to enforce, to assert or to exercise any other right or rights on the part of the Authority or the Bank;

N. The voluntary or involuntary liquidation, dissolution, sale or other disposition of all or substantially all the assets, marshalling of assets and liabilities, receivership, insolvency, bankruptcy, assignment for the benefit of creditors, reorganization, arrangement, composition with creditors or readjustments or other similar proceedings affecting the Township or the Authority or any of the assets of either of them, or any allegation or contest of the validity of this Guaranty Agreement in any such proceeding;

O. The release or discharge of the Township, to the extent permitted by law, from performance or observance of any obligation, covenant or agreement contained in this Guaranty Agreement, by operation of law;

P. The default or failure of the Township fully to perform any of its obligations set forth in this Guaranty Agreement; or

Q. The damage to or partial or total destruction of the Water System or the taking of title to or the temporary or permanent use of the Water System by any lawful body or authority.

**SECTION 3.08.** Obligations of the Township hereunder shall not be affected by any bankruptcy, arrangement for the benefit of creditors, reorganization or other similar proceedings; and the Township specifically waives any rights or benefits that could accrue to it by reason of any such proceeding and agrees that the same shall not affect its liability or responsibility hereunder, regardless of the effect that such proceedings may have with respect to the obligations of the Authority.

**SECTION 3.09.** Obligations of the Township hereunder shall not be subject to any setoff, counterclaim or defense resulting from any breach or any alleged breach by the Authority or by the Bank of any obligation to the Township, whether said obligation arises under

this Guaranty Agreement or from any other transaction between the Authority and/or the Township and/or the Bank, regardless of the nature of such transaction.

**SECTION 3.10.** In the event of a default in the payment of principal on any of the Bond when and as the same shall become due and payable, whether at the time for payment of any installment of principal thereon, at the stated maturity thereof or by acceleration or otherwise, or in the event of a default in the payment of any interest on any of the Bond when and as the same shall become due and payable, the Bank may proceed hereunder, and the Bank, in its sole discretion, shall have the right to proceed first and directly against the Township under this Guaranty Agreement, without proceeding against or exhausting any other remedies that it may have and without resorting to any other security held by the Authority or the Bank.

The Township agrees to pay all costs, fees and expenses, including, to the extent permitted by law, all court costs and reasonable attorney fees, that may be incurred by the Bank in enforcing or attempting to enforce this Guaranty Agreement, following any default on the part of the Township hereunder, whether the same shall be enforced by suit or otherwise.

**SECTION 3.11.** The Township expressly waives notice, in writing or otherwise, from the Bank of its acceptance and reliance upon this Guaranty Agreement.

**SECTION 3.12.** This Guaranty Agreement is entered into by the Township for the benefit of the Bank, and its successors and assigns under the Loan Agreement, and any subsequent holder and/or registered owner, as appropriate, from time to time, of the Bond, all of whom shall be entitled to enforce performance and observance hereof by the Township to the same extent as if they were parties signatory hereto.

**SECTION 3.13.** Terms of this Guaranty Agreement may be enforced as to any one or more breaches, either separately or cumulatively.

**SECTION 3.14.** The Township covenants that it has enacted an ordinance requiring certain owners of improved property located within its boundary, which lawfully may be required to connect to the Water System, to make connection of such improved property with the Water System, and providing for enforcement of such ordinance as permitted by law. The Township also covenants and agrees to keep such ordinance or a subsequent or similar ordinance or ordinances requiring such connections in full force and effect continuously during the term hereof and to enforce the same as may be permitted by law.

**SECTION 3.15.** The Township confirms and grants to the Authority, its successors and assigns, to the extent necessary or desirable, all easements, rights of way and other rights and privileges necessary and desirable in, along, over and under streets, roads, lanes, courts, cul-de-sacs, alleys, public ways, public squares and other properties of the Township, together with free ingress, egress and regress therein and thereto, along with other Persons having interests or rights therein, for use in connection with the Project and with constructing, replacing, repairing, altering and maintaining the Water System; Subject, however, to all applicable rules and regulations from time to time established by resolution or ordinance of the Township with respect thereto.

## ARTICLE IV

### *Covenants and Agreements of the Authority*

**SECTION 4.01.** The Authority covenants with the Township to proceed with the Project with all expedition practicable.

**SECTION 4.02.** The Authority covenants with the Township to use its best efforts to complete the Project with all reasonable dispatch and diligence.

**SECTION 4.03.** The Authority covenants with the Bank and the Township that it shall pay, in full, the outstanding principal balance of the Bond, together with interest due thereon, from time to time, in installments at the times due under the Bond; that, further, the Authority and the Township covenant that they each shall take such action necessary to retire the Bond; and the Authority further covenants that, it shall budget from and pay to the Township, from its Water Revenues, an amount equal to all sums paid by the Township pursuant to this Guaranty Agreement.

**SECTION 4.04.** The Authority covenants and agrees to impose and collect rates and charges for use of the Water System, from time to time, in amounts, which, together with other available funds, will provide sufficient annual Water Revenues, to the extent and as provided in the rate covenant set forth in Section 5.01 of the Loan Agreement.

**SECTION 4.05.** The Authority covenants and agrees with the Township to reimburse or provide evidence satisfactory to the Township that it will reimburse the Township, at the appropriate time, for advances of funds made to the Authority for and toward costs and expenses of the Project.

## ARTICLE V

### *Miscellaneous*

**SECTION 5.01.** No amendment, change, modification, alteration or termination of the Loan Agreement that would in any way increase obligations of the Township under this Guaranty Agreement shall be effective without obtaining the prior written consent of the Township.

**SECTION 5.02.** The obligations of the Township hereunder shall arise absolutely and unconditionally when the Bond shall have been sold, issued, executed and delivered by the Authority.

**SECTION 5.03.** The Authority and the Bank covenant with the Township that each, duly and punctually, will perform every covenant and agreement undertaken by the Authority and the Bank, respectively, under the Loan Agreement.

**SECTION 5.04.** In the event of default by the Township in the punctual discharge of its obligations hereunder, the Authority and the Bank shall be entitled to exercise such remedies as are provided under the Debt Act, together with any other remedies that otherwise may be provided at law or in equity or by other statutes.

**SECTION 5.05.** No remedy conferred upon or reserved to the Bank hereunder is intended to be exclusive of any other available remedy or remedies, but each and every such remedy shall be cumulative and shall be in addition to every other remedy given under this Guaranty Agreement or now or hereafter existing at law or in equity or by statute. No delay or omission to exercise any right or power accruing upon any default, omission or failure of performance hereunder shall impair any such right or power or shall be construed to be a waiver thereof, but any such right or power may be exercised from time to time and as often as

may be deemed expedient. In order to entitle the Authority and/or the Bank to exercise any remedy reserved in this Guaranty Agreement, it shall not be necessary to give any notice other than such notice as herein expressly may be required. In the event any provision contained in this Guaranty Agreement shall be breached by any party and thereafter duly shall be waived by the other party so empowered to act, such waiver shall be limited to the particular breach so waived and shall not be deemed to waive any other breach hereunder. No waiver, amendment, release or modification hereof shall be established by conduct, custom or dealing, but shall be established solely by an instrument, in writing, duly executed by the appropriate parties.

**SECTION 5.06.** This Guaranty Agreement constitutes the entire agreement and supersedes all prior agreements and understandings, both written and oral, among the parties with respect to the subject matter hereof; and this Guaranty Agreement may be executed, simultaneously, in multiple counterparts, each of which counterparts shall be deemed to be an original, but all of which counterparts, together, shall constitute but one and the same instrument.

**SECTION 5.07.** Provisions of this Guaranty Agreement shall be severable; if any one or more of the phrases, sentences, clauses, Articles, Sections or parts contained in this Guaranty Agreement shall be deemed or declared invalid or unenforceable, such invalidity or unenforceability shall not affect the validity or enforceability of remaining portions of this Guaranty Agreement or any remaining parts thereof.

**SECTION 5.08.** This Guaranty Agreement may be amended or supplemented, from time to time, by a written document duly signed by the parties hereto; provided, however, that no amendment and/or supplement shall be made that shall diminish or discontinue the obligations of the Authority and of the Township hereunder.

**SECTION 5.09.** This Guaranty Agreement shall be construed in accordance with and shall be governed by laws of the Commonwealth.

IN WITNESS WHEREOF, each of the parties hereto, intending to be legally bound, pursuant to proper authorization of its governing body, causes this Guaranty Agreement to be executed by its duly authorized officer or officers and to be attested by its duly authorized officer and its official or corporate seal to be affixed to this Guaranty Agreement, all as of the \_\_\_ day of February, 2010.

**TOWNSHIP OF JACKSON,**  
Cambria County, Pennsylvania,  
Guarantor

**ATTEST:**

By: \_\_\_\_\_  
(Vice) Chairman of the Board

\_\_\_\_\_  
(Assistant) Secretary

(SEAL)

**JACKSON TOWNSHIP WATER AUTHORITY**  
Cambria County, Pennsylvania

**ATTEST:**

By: \_\_\_\_\_  
(Vice) Chairman

\_\_\_\_\_  
(Assistant) Secretary

(SEAL)

**FIRST NATIONAL BANK OF  
PENNSYLVANIA,**  
Ebensburg, Pennsylvania  
Lender

By: \_\_\_\_\_  
Authorized Officer

**ATTEST:**

\_\_\_\_\_

**EXHIBIT A**

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The rate of interest on the Bond, the term of this Guaranty Agreement, and the maximum amounts to be budgeted by the Township of Jackson, Cambria County, Pennsylvania, for the purpose of fulfilling its obligations under the Guaranty Agreement to which this is attached, shall be as follows:

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Fiscal Year

Amount

(See Attached)

**AMORTIZATION SCHEDULE**

**Jackson Township Water Authority  
Cambria County, Pennsylvania  
(Long-term, Permanent Financing)**

**Payment No.**

**Payment Date**

**Beginning Balance**