



## **RESOLUTION**

### **APPROVING THE PROPOSAL OF PENNICHUCK EAST UTILITY, INC. TO BORROW UP TO \$525,000 FROM THE STATE REVOLVING LOAN FUND**

### ***CITY OF NASHUA***

*In the Year Two Thousand and Twelve*

**RESOLVED** by the Board of Aldermen of the City of Nashua that the City of Nashua is the sole shareholder of Pennichuck Corporation and each of its subsidiaries, including Pennichuck East Utility, Inc.; and

**WHEREAS** Article VI §2 of the by-laws of the Pennichuck Corporation states that “[n]o loan shall be contracted on behalf of the Corporation and no evidence of indebtedness shall be issued in its name unless authorized by the Sole Shareholder”; and

**WHEREAS** Pennichuck East Utility, Inc. (PEU) is proposing to borrow up to \$525,000 from the State Revolving Loan Fund, administered by the New Hampshire Department of Environmental Services, to fund capital improvements to undertake a main replacement project in its Locke Lake system by replacing approximately 8,500 LF of small diameter PVC water main. PEU has filed a petition and pre-filed testimony for approval of that borrowing by the New Hampshire Public Utilities Commission; and

**WHEREAS** that borrowing also requires the approval of the sole shareholder, City of Nashua, under the terms of the Pennichuck Corporation by-laws,

**NOW THEREFORE, BE IT RESOLVED** by the Board of Aldermen of the City of Nashua that the City approves PEU’s proposal to borrow up to \$525,000 through the State Revolving Loan Fund.

**PASSED BY THE BOARD OF ALDERMEN – FEBRUARY 14, 2012**

**APPROVED BY THE MAYOR – FEBRUARY 15, 2012**

**ATTEST: PATRICIA PIECUCH, DEPUTY CITY CLERK**