



## RESOLUTION

**APPROVING THE PROPOSAL OF PENNICHUCK CORPORATION TO BORROW UP TO TEN MILLION DOLLARS (\$10,000,000) UNDER A REVOLVING LINE OF CREDIT WITH TD BANK, N.A.**

### *CITY OF NASHUA*

*In the Year Two Thousand and Fourteen*

**WHEREAS**, the City of Nashua is the sole shareholder of Pennichuck Corporation (“Pennichuck”) and each of its subsidiaries;

**WHEREAS**, Article IX (3) of the Articles of Incorporation of Pennichuck and Article V §2 of the by-laws of Pennichuck require the approval of the sole shareholder (the City of Nashua) for Pennichuck to create, incur or assume any indebtedness for borrowed money, which includes contracting a loan or line of credit on behalf of Pennichuck or its subsidiaries;

**WHEREAS**, Pennichuck’s current line of credit with RBS Citizens, N.A. will expire June 30, 2014; and

**WHEREAS**, Pennichuck is proposing to borrow up to Ten Million Dollars (\$10,000,000) under a revolving line of credit with TD Bank, National Association to replace the expiring line of credit and may do so in one or more loans or letters of credit as may be entered into from time to time by Pennichuck in connection with such revolving line of credit for general corporate financing purposes.

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Aldermen of the City of Nashua that the City approves Pennichuck Corporation’s proposal to borrow up to Ten Million Dollars (\$10,000,000) under a revolving line of credit with TD Bank, N.A.

**LEGISLATIVE YEAR 2014**

**RESOLUTION:** R-14-016

**PURPOSE:** Approving the proposal of Pennichuck Corporation to borrow up to Ten Million Dollars (\$10,000,000) under a Revolving Line of Credit with TD Bank, N.A.

**ENDORSERS:** Mayor Donnalee Lozeau

**COMMITTEE  
ASSIGNMENT:**

**FISCAL NOTE:** None.

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**ANALYSIS**

This resolution approves the proposal by Pennichuck Corporation to borrow up to Ten Million Dollars (\$10,000,000) under a revolving line of credit with TD Bank, N.A. The purpose of the revolving line of credit is for general corporate financing. This revolving line of credit replaces Pennichuck's current line of credit with RBS Citizens, N.A. which expires on June 30, 2014.

Pennichuck has provided additional information which will be provided to the Board of Alderman by Communication.

Article IX (3) of Pennichuck Corporation's Articles of Incorporation and Article V §2 of the Pennichuck Corporation's by-laws requires City approval for the borrowing.

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**Approved as to form:** Office of Corporation Counsel

By:  \_\_\_\_\_

**Date:** March 20, 2014