

This Note has been designated by the Township as a "qualified tax-exempt obligation", as defined in Section 265(b)(3)(B) of the Internal Revenue Code of 1986, as amended (the "Code"), for purposes and effect contemplated by Section 265 of the Code (relating to expenses and interest relating to tax-exempt income of certain financial institutions).

This Note is transferable by Sovereign Bank, or by any subsequent registered owner in person or by his attorney duly authorized, in writing, at the principal office of the Paying Agent, but only upon notation of such registration hereon and on the records of the Township to be kept for that purpose at the principal office of the Paying Agent by a duly authorized representative of the Paying Agent acting in behalf of the Township. The Township and the Paying Agent may deem and treat Sovereign Bank, or any other person, from time to time, in whose name this Note shall be registered, as the absolute owner hereof for the purpose of receiving payment hereof and of interest due hereon, for the purpose of redemption hereof prior to maturity and for all other purposes.

IN WITNESS WHEREOF, the TOWNSHIP OF RUSH, Schuylkill County, Pennsylvania,  
as provided by the Act and in the Resolution, has caused this Note to be executed in its name and  
in its behalf by the manual signatures of the Chairman of the Board of Supervisors of the Township  
and the official seal of the Township to be affixed hereto and the manual signature of the Secretary  
of the Township to be affixed hereto in attestation thereof, all as of the 19<sup>th</sup> day of  
January, 2000.

**TOWNSHIP OF RUSH**

By: John H. Schuckman  
Chairman

ATTEST:

Catherine M. Riotto  
Catherine M. Riotto, Secretary

(SEAL)

**DELIVERY ENDORSEMENT**

I, the undersigned, certify that the within Note was delivered to

\_\_\_\_\_, this \_\_\_\_\_ day of \_\_\_\_\_, 2000.

Catherine M. Riotto  
Catherine M. Riotto, Secretary  
Township of Rush

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**Section 10.** The Note shall be executed in the name of and in behalf of this Township by the manual signatures of the Chairman of the Board of Supervisors of this Township, and the official seal of this Township shall be affixed thereto and the manual signature of the Secretary of this Township shall be affixed thereto in attestation thereof; and said officers are authorized to execute and to attest, as applicable, the Note, as aforesaid.

**Section 11.** This Township covenants to and with the registered owner, from time to time, of the Note outstanding pursuant to this Resolution, that this Township: (i) shall include the amount of the debt service for the Note, for each fiscal year of this Township in which such sums are payable, in its budget for that fiscal year, (ii) shall appropriate such amounts from its general revenues for the payment of such debt service, and (iii) shall duly and punctually pay or cause to be paid from the sinking fund created pursuant to Section 12 hereof or any other of its revenues or funds the principal of the Note and the interest thereon at the dates and place and in the manner stated therein, according to the true intent and meaning thereof; and, for such budgeting, appropriation, and payment, this Township shall and does pledge, irrevocably, a first lien on the dump truck and attachments in favor of the Bank in support thereof, together with a pledge of its full faith and credit and/or taxing power and other revenues to be received during the period while this Note is outstanding. As provided in the Act, the foregoing covenant of this Township shall be enforceable specifically.

**Section 12.** There is created, pursuant to Section 1001 of the Act, a sinking fund for the Note, to be known as "Sinking Fund - General Obligation Note, Series A of 2000" (the "Sinking Fund"), which Sinking Fund shall be administered in accordance with applicable provisions of the Act.