

BUTLER COUNTY INDUSTRIAL DEVELOPMENT AUTHORITY

A seven member Butler County Industrial Development Authority (Authority) was established October 4, 1967, under the Industrial Development Authority Law of the Commonwealth of Pennsylvania. The Authority was organized and exists for the public purpose of alleviating unemployment and maintaining employment at a high level in Butler County by the construction and financing of industrial, commercial, and specialized development projects and their lease or sale to industrial, commercial, or specialized occupants.

The Authority issues revenue or mortgage bonds and notes for eligible projects in Butler County. Each issue is payable from receipts derived by the Authority from the entity on whose behalf the debt was issued and is secured separately and distinctly from the issues for every other entity. All debt instruments are supported by either the credit of the respective institution involved in the individual project or secured by a mortgage and/or other financing statement on the individual project property. The interest rate, terms of repayment, and the dollar amount of the bonds are matters of direct negotiation between the institution, the bond underwriters, and the entity on whose behalf the debt is to be issued.

Revenue of the Authority primarily comes from administrative fees charged annually to each project under the terms of the appropriate lease or sale agreement with the Authority.