

258013

CONDITIONAL NOTICE OF OPTIONAL REDEMPTION

**PENNSYLVANIA INTERGOVERNMENTAL COOPERATION AUTHORITY
SPECIAL TAX REVENUE REFUNDING BONDS
(CITY OF PHILADELPHIA FUNDING PROGRAM)
SERIES OF 1999**

NOTICE IS HEREBY GIVEN, pursuant to the Amended and Restated Indenture of Trust, dated as of December 1, 1994, as amended and supplemented, between Pennsylvania Intergovernmental Cooperation Authority (the "Authority") and U.S. Bank National Association, as Trustee (the "Trustee"), that all of the outstanding bonds of the above-designated series maturing on and after June 15, 2010 (the "Bonds") will be redeemed on June 15, 2009 (the "Redemption Date") at the redemption price of 100% of the principal amount thereof. The Bonds to be redeemed have a dated date of April 1, 1999 and are otherwise described as follows:

| <u>Maturity Date</u> <u>(June 15)</u> | <u>Amount</u> | <u>Interest Rate</u> | <u>Cusip Number*</u> <u>(708840)</u> |
|--|---------------|----------------------|---|
| 2010 | \$25,370,000 | 5.25% | 708840FY4 |
| 2011 | 23,045,000 | 5.25 | 708840FZ1 |
| 2012 | 24,235,000 | 5.25 | 708840GA5 |
| 2013 | 25,500,000 | 5.25 | 708840GB3 |
| 2014 | 26,815,000 | 5.25 | 708840GC1 |
| 2015 | 28,205,000 | 5.25 | 708840GD9 |
| 2016 | 29,660,000 | 5.25 | 708840GE7 |
| 2017 | 31,195,000 | 5.25 | 708840GF4 |
| 2018 | 23,710,000 | 5.00 | 708840GG2 |
| 2019 | 16,170,000 | 4.75 | 708840GH0 |
| 2021 | 34,725,000 | 5.00 | 708840GQ0 |
| 2023 | 38,235,000 | 4.75 | 708840GJ6 |

Subject to the condition described below, on the Redemption Date the Bonds so called for redemption will become due and payable and should be sent to the Trustee for payment at the following address:

**U.S. Bank National Association
Corporate Trust Services
60 Livingston Avenue
1st Floor – Bond Drop Window
St. Paul, MN 55107**

Interest payable on the Bonds on June 15, 2009, which is the Redemption Date and is also a regular interest payment date, will be paid in the normal manner. After the Redemption Date, interest on the Bonds will cease to accrue.

It is suggested that registered or certified mail be used for redeeming the Bonds and that it is not necessary to endorse the Bonds unless payment is to be made to someone other than the registered holder.

This Notice of Redemption is conditional in that it is subject to the deposit of the redemption monies by the Authority with the Trustee on or prior to the Redemption Date. In the event sufficient redemption monies are not so deposited, this notice shall be of no effect and the redemption of the Bonds shall be cancelled.

Pennsylvania Intergovernmental Cooperation Authority
By: U.S. Bank National Association, as Trustee

Date: May 15, 2009

IMPORTANT NOTICE

Withholding of 28% of any payment of gross redemption proceeds made within the United States may be required by the Jobs and Growth Tax Relief Reconciliation Act of 2003 unless the Trustee has the correct taxpayer identification number (social security or employer identification number) or exemption certificate of the payee. Please furnish a properly completed Form W-9 or exemption certificate or equivalent when presenting your securities.

*The Authority and the Trustee shall not be responsible for the selection or use of CUSIP numbers, and no representation is made as to the accuracy of the CUSIP numbers listed herein or printed on the Bonds. Such numbers are included solely for the convenience of the holders of the Bonds.