



March 1, 2013

Ms. Cynthia M. Vento
Board Secretary
Plum Borough School District
900 Elicker Road
Plum Borough, PA 15239

RE: PLANCON PART K: PROJECT REFINANCING

Lease Number: 122637
Amount Financed: \$9,970,000
Reimbursable Percent: 14.90% (Permanent)
Refinancing Type: Issuance of General Obligation Bonds, Series B of 2012 to Refund
General Obligation Bonds, Series of 2006 (Lease Number 062637) and
Fund Capital Projects (Non-Reimbursable)

Dear Ms. Vento:

This letter acknowledges receipt of the PlanCon Part K, "Project Refinancing," for the above-referenced bond issue. The material is in a form acceptable to the Department and is hereby approved. This approval is based on a limited review of the documents submitted. If information reviewed subsequent to this approval violates law, policy or procedure, the Department reserves the right to rescind any and all approvals materially affected.

Any funds returned to the school district after all refunded bonds have been retired must be used to reduce the reimbursable amortization on the refunding bond issue. The school district is directed to report the unexpended funds related to the escrow to the Comptroller's Office after March 15, 2013. The Commonwealth will share in any funds returned to the school district by reducing the next scheduled debt service payment on the refunding bond issue. Unadjusted overpayments will be cited in future Auditor General audit findings.

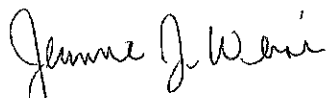
A condition of this approval is that, unless otherwise approved by the Department, all available funds in the bond issues being refunded are to be used to reduce the principal amount of the new bond issue. Any funds remaining at closing which are not earmarked for capital projects and any excess proceeds from the refunding bond issue must be transferred to the debt service fund established for the new bond issue. These funds are not subject to reimbursement by the Commonwealth.

The school district must file form PDE-2071, "Application For Reimbursement For School Construction Project," to the Comptroller's Office to receive the reimbursement on this financing. The lease number and reimbursable percent referenced above must be included on form PDE-2071.

Ms. Vento
Page 2
March 1, 2013

This document and appended materials should be entered into the minutes of the next board meeting. If you have any questions, please contact James Grant at 717.787.5480.

Sincerely,



Jeannine J. Weiser, Chief
Division of Budget

JJW/clr

Attachments

cc: Boenning & Scattergood
School Finance
Refunding
Budget
Chronological File

REIMBURSABLE PERCENT -
REFINANCING WITH NEW MONEY

SD/AVTS: Plum Borough

LEASE #: 122637

Lease #	Outstanding Debt Service	Available Funds	Net Outstanding Debt	Reim %	T or P	Eligible Debt
062637	12,887,736	0	12,887,736	0.1679	(P)	2,163,851
0	0	0	0	0.0000	(P)	0
0	0	0	0	0.0000	(P)	0
0	0	0	0	0.0000	(P)	0
0	0	0	0	0.0000	(P)	0
0	0	0	0	0.0000	(P)	0
TOTAL:	12,887,736	0	12,887,736			2,163,851

A. Reimbursable Percent-All Lease Numbers	0.1679
B-1. Escrow	8,708,525
2. New Money-Reimbursable	0
3. New Money-Non-Reimbursable (New Money - Acc Interest)	1,106,624
4. Total (B-1 plus B-2 and B-3)	9,815,149
C. Escrow divided by Total (B-1 divided by B-4)	0.8873
D. Total Debt Service	12,762,049
E. Debt Assignable to Escrow (C times D)	11,323,766
F. Eligible Debt - Refinancing	
(E=>Net Outstanding - Total Eligible Debt;	1,901,260
E<Net Outstanding - Line A times Line E)	

G-1. Amount Financed - This Issue (G03, line J for this issue)	0
2. Total Amount Financed (G03, line J-Total)	0
3. Amount Fin-This Issue as Pct of Total (G-1 divided by G-2)	0.0000
H-1. Total Reimbursement for This Project	0
2. Reimbursement Assigned to This Bond Issue (H-1 times G-3)	0
I-1. Total Project Costs (G03, line I)	0
2. Project Costs Assigned to This Bond Issue (I-1 times G-3)	0
J. New \$-Reimb divided by Escrow & New Money	0.0000
(KW02N, line M divided by KW02, line B-4)	
K-1. Reimbursable Percent - New Money-Reimb	0.0000
(H-2 divided by I-2; max = 1.0000)	
2. .5% Reduction for Prjt Assigned Temp Pct	0.0000
3. Applicable Reimbursable Percent (K-1 minus K-2)	0.0000
L. Debt Assignable to New Money-Reimbursable (J times D)	0
M. Eligible Debt - New Money (K-3 times L)	0

N. Eligible Debt - Total (F plus M)	1,901,260
O. Reimbursable Percent (N divided by D)	0.1490 (P)

SUMMARY OF SOURCES AND USES OF FUNDS

District/CTC: Plum Borough School District	Financing Name: General Obligation Bonds, Series B of 2012	Closing Date: 12/20/2012
REPORT TO THE PENNY - DO NOT ROUND		
	SERIES 2012B	SERIES _____
SOURCES:		
Bond Issue (Par)	✓ \$9,970,000.00	
Original Issue Discount/Premium	13,872.55	
Accrued Interest		
Cash Contribution by District		
Unallocated Funds from Bond Issues Being Refunded		
Other Sources of Funds (Specify)		
1. _____		
2. _____		
3. _____		
4. _____		
TOTAL - Sources of Available Funds	✗ \$9,983,872.55	
USES:		
Purchase of Investments/Escrow	✗ \$8,708,525.00	
Cash for Current Refunding		
Issuance Costs:		
1. Underwriter Fees	74,775.00	
2. Bond Insurance	51,048.20	
3. Bond Counsel	10,000.00	
4. School Solicitor	8,000.00	
5. Financial Advisor		
5. Paying Agent/Trustee Fees and Expenses	1,500.00	
7. Printing	8,250.00	
8. Rating Fee	9,600.00	
9. Verification Report	2,500.00	
10. Computer Fees		
11. CUSIP	550.00	
12. Internet Auction Fee		
13. Escrow Agent		
14. Bond Counsel Expenses	2,500.00	
15. _____		
Total - Issuance Costs	✓ \$168,723.20	
Accrued Interest		
Capitalized Interest		
Surplus Monies or Cash to School District	✓ 1,106,624.35	New \$ - NR
Other Uses of Funds (Specify)		
1. _____		
2. _____		
TOTAL - USES OF AVAILABLE FUNDS	✓ \$9,983,872.55	

122637

District/AVTS: Plum Borough School District	PDE#:
Financing Name: GOB, Series B of 2012	Total Bond Issue: \$9,970,000
Bond Discount: \$74,775.00	Net OIP: \$13,872.55
Dated Date: 12/20/12	Settlement Date: 12/20/12

General Obligation Bonds, Series B of 2012

Payment Date	Principal Outstanding	Principal	Rate	Interest	Period Total	State Fiscal YR Total 7/1 - 6/30
9/15/2012	9,970,000.00					
3/15/2013	9,970,000.00			54,709.31	54,709.31	54,709.31
9/15/2013	9,570,000.00	400,000.00	1.000%	115,855.00	515,855.00	
3/15/2014	9,570,000.00			113,855.00	113,855.00	629,710.00
9/15/2014	9,155,000.00	415,000.00	2.000%	113,855.00	528,855.00	
3/15/2015	9,155,000.00			109,705.00	109,705.00	638,560.00
9/15/2015	8,735,000.00	420,000.00	2.000%	109,705.00	529,705.00	
3/15/2016	8,735,000.00			105,505.00	105,505.00	635,210.00
9/15/2016	8,305,000.00	430,000.00	2.000%	105,505.00	535,505.00	
3/15/2017	8,305,000.00			101,205.00	101,205.00	636,710.00
9/15/2017	7,865,000.00	440,000.00	2.000%	101,205.00	541,205.00	
3/15/2018	7,865,000.00			96,805.00	96,805.00	638,010.00
9/15/2018	7,415,000.00	450,000.00	2.000%	96,805.00	546,805.00	
3/15/2019	7,415,000.00			92,305.00	92,305.00	639,110.00
9/15/2019	6,955,000.00	460,000.00	2.000%	92,305.00	552,305.00	
3/15/2020	6,955,000.00			87,705.00	87,705.00	640,010.00
9/15/2020	6,490,000.00	465,000.00	2.000%	87,705.00	552,705.00	
3/15/2021	6,490,000.00			83,055.00	83,055.00	635,760.00
9/15/2021	6,020,000.00	470,000.00	2.000%	83,055.00	553,055.00	
3/15/2022	6,020,000.00			78,355.00	78,355.00	631,410.00
9/15/2022	5,535,000.00	485,000.00	2.050%	78,355.00	563,355.00	
3/15/2023	5,535,000.00			73,383.75	73,383.75	636,738.75
9/15/2023	5,040,000.00	495,000.00	2.200%	73,383.75	568,383.75	
3/15/2024	5,040,000.00			67,938.75	67,938.75	636,322.50
9/15/2024	4,540,000.00	500,000.00	2.300%	67,938.75	567,938.75	
3/15/2025	4,540,000.00			62,188.75	62,188.75	630,127.50
9/15/2025	4,025,000.00	515,000.00	2.350%	62,188.75	577,188.75	
3/15/2026	4,025,000.00			56,137.50	56,137.50	633,326.25
9/15/2026	3,495,000.00	530,000.00	2.450%	56,137.50	586,137.50	
3/15/2027	3,495,000.00			49,645.00	49,645.00	635,782.50
9/15/2027	2,950,000.00	545,000.00	2.550%	49,645.00	594,645.00	
3/15/2028	2,950,000.00			42,696.25	42,696.25	637,341.25
9/15/2028	2,395,000.00	555,000.00	2.700%	42,696.25	597,696.25	
3/15/2029	2,395,000.00			35,203.75	35,203.75	632,900.00
9/15/2029	1,820,000.00	575,000.00	2.800%	35,203.75	610,203.75	
3/15/2030	1,820,000.00			27,153.75	27,153.75	637,357.50
9/15/2030	1,235,000.00	585,000.00	2.950%	27,153.75	612,153.75	
3/15/2031	1,235,000.00			18,525.00	18,525.00	630,678.75
9/15/2031	625,000.00	610,000.00	3.000%	18,525.00	628,525.00	
3/15/2032	625,000.00			9,375.00	9,375.00	637,900.00
9/15/2032	-	625,000.00	3.000%	9,375.00	634,375.00	
3/15/2033	-			-	-	634,375.00
Total	-	9,970,000.00		2,792,049.31	12,762,049.31	12,762,049.31

