



*David E. Landau, Esq., Chairman
Anand D. Solanki
David A. Nasatir, Esq
Robert J. Harvie
Dr. Monica Taylor*

DELAWARE VALLEY REGIONAL FINANCE AUTHORITY

Minutes of the Agenda Meeting on January 12, 2026

On January 12, 2026, at 1811 Bethlehem Pike, Flourtown Commons, Suite C350, Flourtown, Pennsylvania 19031, the Agenda Meeting of the Board of Directors of the Delaware Valley Regional Finance Authority was conducted as advertised.

David E. Landau called the meeting to order and called the roll. The following members were also present: Anand Solanki, David A. Nasatir, Robert J. Harvie, and Dr. Monica Taylor. Jeffrey T. Calhoun and Lucien B. Calhoun from Calhoun Baker Inc., the Administrator, and Carmen P. Belefonte, Esq., the Authority Solicitor, were also in attendance.

The Administrator discussed the Administrator's report and briefed the Board on the agenda for the public meeting.

No action was taken on the Requisitions or Resolutions.

A handwritten signature in blue ink, appearing to read "David A. Nasatir", is written in a cursive style.

DAVID A. NASATIR
Secretary
Delaware Valley Regional Finance Authority



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DELAWARE VALLEY REGIONAL FINANCE AUTHORITY

Agenda Meeting January 12, 2026

Call to Order and Roll Call

Reorganization Resolutions to be considered

- Resolution 2026-1:** Appoint the Chairman
- Resolution 2026-2:** Appoint the Vice Chairman
- Resolution 2026-3:** Appoint the Secretary
- Resolution 2026-4:** Appoint the Treasurer
- Resolution 2026-5:** Appoint the Assistant Secretary/Assistant Treasurer
- Resolution 2026-6:** Appoint the Program Administrator
- Resolution 2026-7:** Appoint the auditor for the 2025 financial statements

Recurring Requisitions for 2026 to be considered

- Requisition 2026-1:** Board of Directors, monthly fees, payments of \$500 per meeting to each Director
- Requisition 2026-2:** Calhoun Baker Inc., Program Administrator's fee, monthly payments of 0.06% per annum of bond proceeds
- Requisition 2026-3:** Carmen P. Belefonte, Esq., Solicitor's fee, monthly payments of \$300 per trust estate plus expenses
- Requisition 2026-4:** Bank of America, 2025 B Series Letter of Credit fee, quarterly payments in arrears at 0.28% per annum and \$250 fee per draw
- Requisition 2026-5:** BofA Securities, 2025 B Series, remarketing fees, quarterly payments in arrears of 0.07% per annum
- Requisition 2026-6:** TD Bank, 2020 D Series Letter of Credit fee, quarterly payments in arrears of 0.24% per annum and \$250 fee per draw
- Requisition 2026-7:** TD Securities, 2020 D Series, remarketing fee, quarterly payments in arrears of 0.07% per annum
- Requisition 2026-8:** TD Bank, 2022 E Series Letter of Credit fee, quarterly payments in arrears of 0.28% per annum and \$250 fee per draw
- Requisition 2026-9:** TD Securities, 2022 E Series remarketing fee, quarterly payments in arrears of 0.07% per annum
- Requisition 2026-10:** TD Bank, 2024 B Series Letter of Credit fee, quarterly payments in arrears of 0.26% per annum and \$250 fee per draw
- Requisition 2026-11:** TD Securities, 2024 B Series remarketing fee, quarterly payments in arrears of 0.08% per annum
- Requisition 2026-12:** Moody's Investors Service, annual rating fees of up to \$60,000 for the annual surveillance of DelVal and the 2020 D Series, 2022 E Series, 2024 B Series, and 2025 B Series

Requisition 2026-13: S&P Global Ratings, annual rating fees of up to \$60,000 for the annual surveillance of DelVal and the 2020 D Series, 2022 E Series, 2024 B Series, and 2025 B Series

Nonrecurring Requisitions to be considered

Requisition 2026-14: Calhoun Baker Inc., \$7,194.09 reimbursement of costs to advertise the 2026 meeting schedule in the *Philadelphia Inquirer* and to design and build a new *GoDaddy* DelVal website

Other Resolutions to be considered

Resolution 2026-8: Annual authorization of the Program Administrator to enter into swap agreements, to execute swap transactions, and assign Loans

Resolution 2026-9: Annual adoption of the Interest Rate Swap Management Policy

Resolution 2026-10: Annual adoption of Post Issuance Compliance Policy

Resolution 2026-11: Annual authorization of the Program Administrator to enter into investment agreements and to direct the investment of DelVal funds

Program Administrator's Report

- 1) Annual reorganization and resolutions
- 2) Loan portfolio
- 3) Market conditions
- 4) Swap transactions and market values
- 5) Closing of 2025 A and B Series
- 6) Financing activities in 2026
- 7) RFQ for Solicitor



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Dr. Monica Taylor*

**DELAWARE VALLEY REGIONAL FINANCE AUTHORITY
MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS ON JANUARY 12, 2026**

The Board of Directors of the Delaware Valley Regional Finance Authority, as duly advertised, held a public meeting, on January 12, 2026, at 1811 Bethlehem Pike, Flourtown Commons, Suite C350, Flourtown, Pennsylvania 19031.

David E. Landau called the meeting to order and called the roll. The following members were also present: Anand Solanki, David A. Nasatir, Robert J. Harvie, and Dr. Monica Taylor. Jeffrey T. Calhoun, and Lucien B. Calhoun from Calhoun Baker Inc., the Administrator, and Carmen P. Belefonte, Esq., the Authority Solicitor, were also in attendance.

The Pledge of Allegiance was recited by all present.

Upon motion of Mr. Landau, seconded by Mr. Nasatir, the Board unanimously approved the appointment of Mr. Belefonte as the Temporary Chairman for the reorganization of the Board of Directors.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board adopted the resolution below, by a vote of 4-0; Mr. Landau abstained.

Resolution 2026-01: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby appoints **David E. Landau** to the office of **Chairman**.

Upon a motion of Mr. Nasatir, seconded by Mr. Harvie, the Board adopted the resolution below, by a vote of 4-0; Mr. Solanki abstained.

Resolution 2026-02: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby appoints **Anand D. Solanki** to the office of **Vice Chairman**.

Upon a motion of Mr. Solanki, seconded by Mr. Harvie, the Board adopted the resolution below, by a vote of 4-0; Mr. Nasatir abstained.

Resolution 2026-03: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby appoints **David A. Nasatir** to the office of **Secretary**.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board adopted the resolution below, by a vote of 4-0; Mr. Harvie abstained.

Resolution 2026-04: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby appoints **Robert J. Harvie** to the office of **Treasurer**.

Upon a motion of Mr. Solanki, seconded by Mr. Nasatir, the Board adopted the resolution below, by a vote of 4-0; Dr. Taylor abstained.

Resolution 2026-05: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby appoints **Dr. Monica Taylor** to the office of **Assistant Secretary/Assistant Treasurer**.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously adopted the resolution below.

Resolution 2026-06: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby extends the term of the contract of **Calhoun Baker Inc.** to serve as the Program Administrator, the “Independent Registered Municipal Advisor” (within the meaning of the rules and regulations of the Securities and Exchange Commission and the Municipal Securities Rulemaking Board), and the “Qualified Independent Representative” (within the meaning of the Business Conduct Standards of the Commodity Futures Trading Commission) to January 11, 2027.

Upon a motion of Mr. Solanki, seconded by Mr. Harvie, the Board unanimously adopted the resolution below.

Resolution 2026-07: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby accepts the proposal of **Baker Tilly US, LLP** to prepare the financial statements for 2025.

Upon a motion of Ms. Harvie, seconded by Mr. Nasatir, the Board approved the Minutes of the Meeting of [December 8, 2025](#), by a vote of 4-0; Dr. Taylor abstained.

Upon a motion of Mr. Solanki, seconded by Mr. Nasatir, the Board unanimously approved the payment of recurring **Requisition 26-01**, as described below.

Requisition 2026-01: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the monthly payment of \$500.00 per meeting to the each of the **Board of Directors** pursuant to the By-Laws.

Upon a motion of Mr. Harvie, seconded by Mr. Solanki, the Board unanimously approved the payment of recurring **Requisition 26-02**, as described below.

Requisition 2026-02: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the monthly payment equal to six (6) basis points per annum of the bond proceeds to **Calhoun Baker Inc.**, Program Administrator, pursuant to the Program Administration Agreement.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously approved the payment of recurring **Requisition 26-03**, as described below.

Requisition 2026-03: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of \$300.00 per month per trust estate to **Carmen P.**

Belefonte, Esq., plus out-of-pocket expenses, pursuant to the contract of the Authority Solicitor.

Upon a motion of Mr. Solanki, seconded by Mr. Harvie, the Board unanimously approved the payment of recurring **Requisition 26-04**, as described below.

Requisition 2026-04: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of Letter-of-Credit fees of the Local Government Revenue Bonds, 2025 B Series to **Bank of America, N.A.** in the amount of 0.28% per annum of the face amount of the Letter-of-Credit, payable quarterly in arrears, and a \$250 fee per draw on the Letter-of-Credit.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously approved the payment of recurring **Requisition 26-05**, as described below.

Requisition 2026-05: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of remarketing fees of the Local Government Revenue Bonds, 2025 B Series to **BofA Securities, Inc.** equal to 0.07% per annum of the principal outstanding, pursuant to the Remarketing Agreement, payable quarterly in arrears.

Upon a motion of Mr. Harvie, seconded by Mr. Solanki, the Board approved the payment of recurring **Requisitions 26-06 to 26-11**, by a vote of 4-0; Mr. Nasatir abstained.

Requisition 2026-06: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of Letter-of-Credit fees of the Local Government Revenue Bonds, 2020 D Series to **TD Bank, N.A.** in the amount of 0.24% per annum of the face amount of the Letter-of-Credit, payable quarterly in arrears, and a \$250 fee per draw on the Letter-of-Credit.

Requisition 2026-07: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of remarketing fees of the Local Government Revenue Bonds, 2020 D Series to **TD Securities (USA) LLC** in the amount of 0.07% per annum of the principal outstanding, pursuant to the Remarketing Agreement, payable quarterly in arrears.

Requisition 2026-08: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of Letter-of-Credit fees of the Local Government Revenue Bonds, 2022 E Series to **TD Bank, N.A.** in the amount of 0.28% per annum of the face amount of the Letter-of-Credit, payable quarterly in arrears, and a \$250 fee per draw on the Letter-of-Credit.

Requisition 2026-09: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of remarketing fees of the Local Government Revenue Bonds, 2022 E Series to **TD Securities (USA) LLC** in the amount of 0.07% per annum of the principal outstanding, pursuant to the Remarketing Agreement, payable quarterly in arrears.

Requisition 2026-10: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of Letter-of-Credit fees of the Local Government

Revenue Bonds, 2024 B Series to **TD Bank, N.A.** in the amount of 0.26% per annum of the face amount of the Letter-of-Credit, payable quarterly in arrears, and a \$250 fee per draw on the Letter-of-Credit.

Requisition 2026-11: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of remarketing fees of the Local Government Revenue Bonds, 2024 B Series to **TD Securities (USA) LLC** in the amount of 0.08% per annum of the principal outstanding, pursuant to the Remarketing Agreement, payable quarterly in arrears.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously approved the payment of rating agency recurring **Requisition 26-12**, as described below.

Requisition 2026-12: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of annual rating fees of up to \$60,000 to **Moody's Investors Service** for the annual surveillance of DelVal and the 2020 D Series, 2022 E Series, 2024 B Series, and 2025 B Series.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously approved the payment of rating agency recurring **Requisition 26-13**, as described below.

Requisition 2026-13: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of annual rating fees of up to \$60,000 to **S&P Global Ratings** for the annual surveillance of DelVal and the 2020 D Series, 2022 E Series, 2024 B Series, and 2025 B Series.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously approved the payment of **Requisition 26-14**, as described below

Requisition 26-14: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the payment of \$7,194.09 to **Calhoun Baker Inc.** to reimburse the costs to advertise the 2026 meeting schedule in the *Philadelphia Inquirer* and the costs to design and build a new DelVal website with *GoDaddy*.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously adopted the resolution below.

Resolution 2026-08: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority, in order to manage the Loan Program efficiently, hereby authorizes and directs the Program Administrator, without further authorization of the Board of Directors, to: (i) execute new Master Interest Rate Swap Agreements, amendments to Master Interest Rate Swap Agreements, and transactions under the Master Interest Rate Swap Agreements and (ii) assign Notes, Loan Agreements, and the related swap transactions, in whole or part, among the Trust Estates of the outstanding Bond Series.

Upon a motion of Mr. Solanki, seconded by Mr. Harvie, the Board unanimously adopted the resolution below.

Resolution 2026-9: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby approves the Interest Rate Swap Management Policy for 2026.

Upon a motion of Mr. Harvie, seconded by Mr. Solanki, the Board unanimously adopted the resolution below.

Resolution 2026-10: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority hereby approves the Post Issuance Compliance Policy for 2026 and accepts the Program Administrator's Compliance Report for 2025.

Upon a motion of Mr. Nasatir, seconded by Mr. Solanki, the Board unanimously adopted the resolution below.

Resolution 2026-11: RESOLVED, the Board of Directors of the Delaware Valley Regional Finance Authority, in order to manage the Loan Program efficiently, hereby authorizes and directs the Program Administrator to: (i) direct the Trustee to invest and reinvest proceeds of the Bonds and operating funds, (ii) open or close any accounts or investment agreements used for investment or reinvestment, and (iii) create any accounts or subaccounts of funds held by the Trustee for the investment or reinvestment.

Lucien Calhoun discussed the Event Notices, financial statements, and voluntary information that were posted on the Municipal Securities Rulemaking Board's website and informed the Board that DelVal was in compliance with its Continuing Disclosure Agreements.

Jeffrey Calhoun presented the monthly Administrator's Report. Mr. Calhoun discussed trends of the municipal finance market, the overall economic outlook, changes in the Loan portfolio, compliance with the Covenant Agreement, and the book of swap transactions.

Upon a motion of Mr. Harvie, seconded by Mr. Nasatir, the Board unanimously approved adjourning the Public Meeting.



DAVID A. NASATIR
Secretary
Delaware Valley Regional Finance Authority

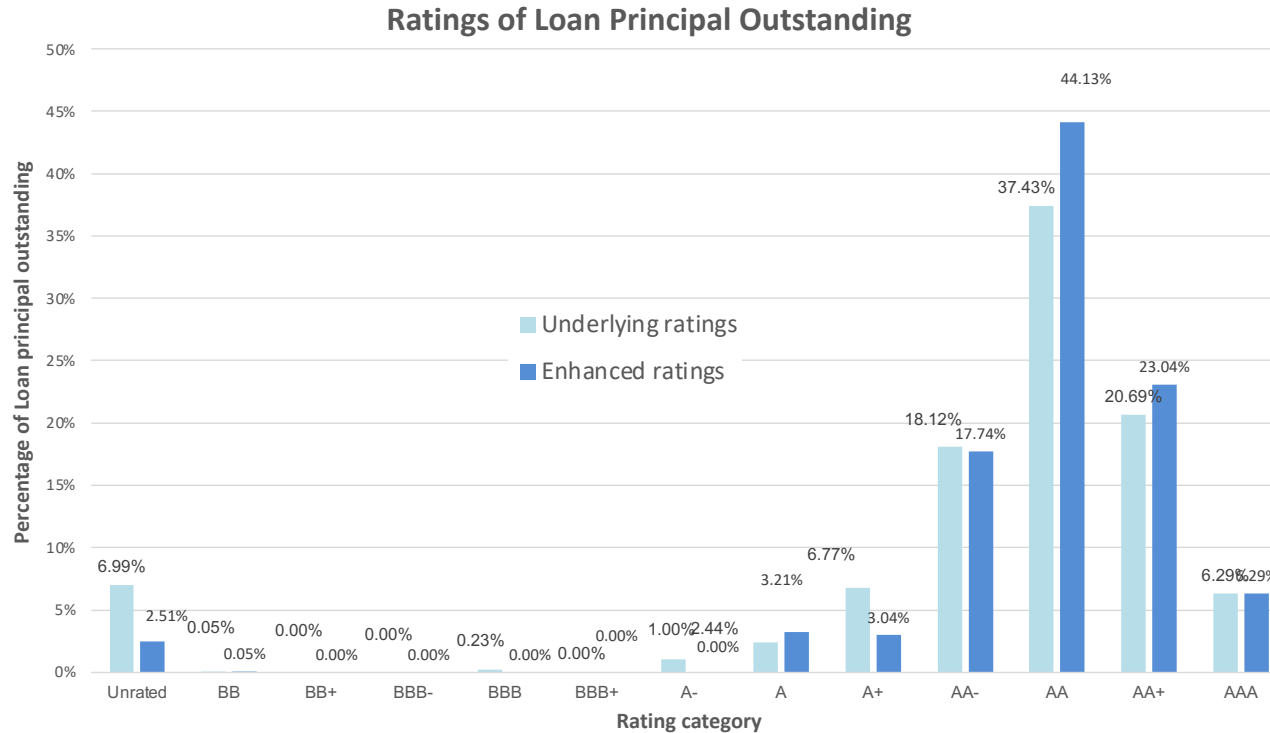
Delaware Valley Regional Finance Authority
Program Administrator's Report
January 12, 2026



Discussion Points

- Annual reorganization and resolutions
- Loan portfolio
- Market conditions
- Swap transactions and market values
- Closing of 2025 A and B Series
- Financing activities in 2026
- RFQ for Solicitor

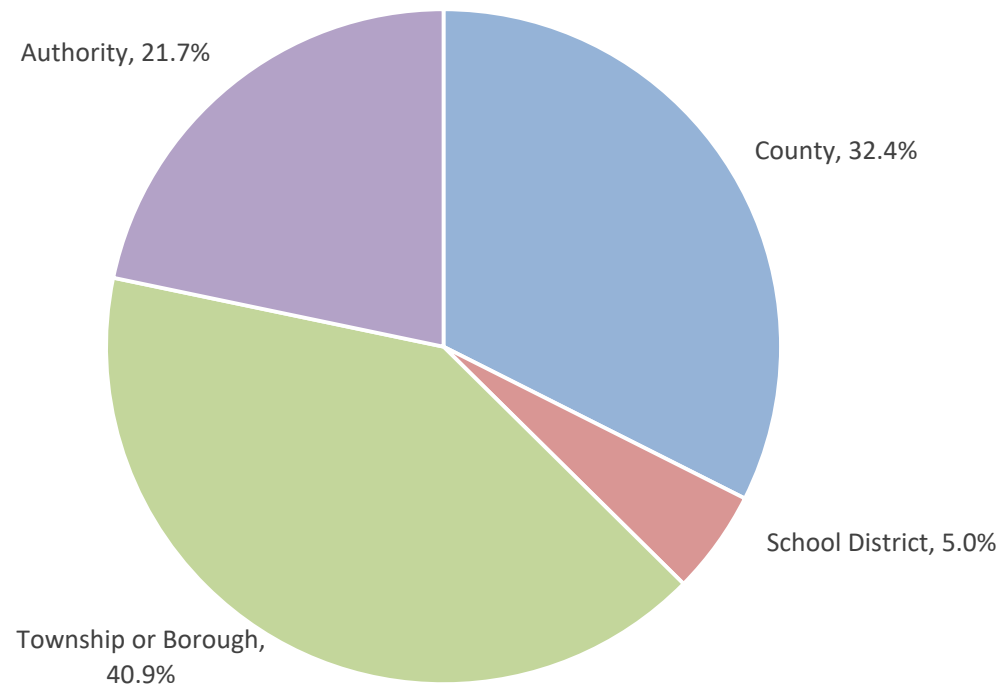
Loan Portfolio – Ratings of Borrowers



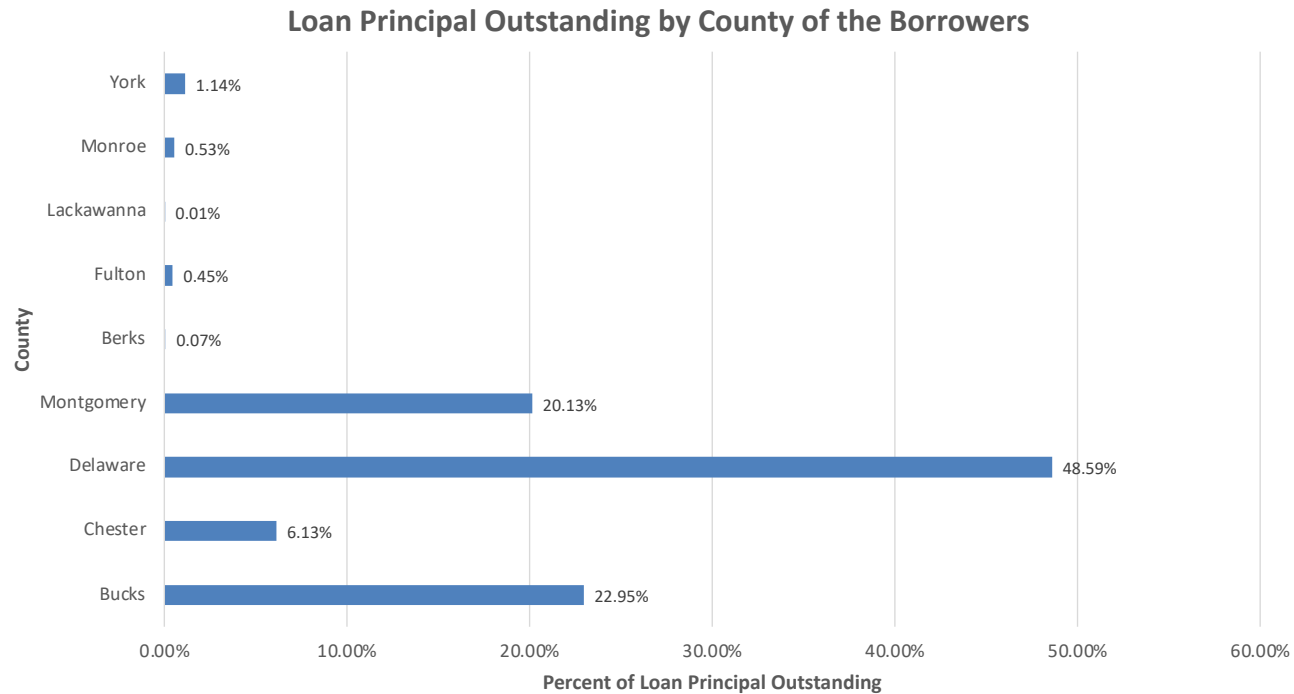
- The weighted average underlying and enhanced rating of borrowers in the DeVal Loan Program is “AA”.
- Assured Guaranty and Build America Mutual insure 13.9% of the outstanding Loans.
- 91.2% of the outstanding Loans have an enhanced rating of "AA-" or above.

Loan Portfolio – Type of Borrowers

Loan Principal Outstanding by Type of Borrower



Loan Portfolio - County of Borrower



97.8% of Loans are to borrowers in Bucks, Chester, Delaware, and Montgomery Counties, the wealthiest, most diversified, and most stable region in the Commonwealth.

Loan Origination

Delaware Valley Regional Finance Authority Loans Originated for the Year Ending December 31, 2025

<u>No.</u>	<u>Loans Closed</u>	<u>County</u>	<u>Rating</u>		<u>Amount</u>	<u>Closing</u>
			<u>Moody's</u>	<u>S&P</u>		
1	Brookhaven Borough	Delaware	--	AA-	1,000,000	6-Feb-25
2	Upper Dublin Township	Montgomery	Aa2	--	11,400,000	11-Apr-25
3	Chadds Ford Township Sewer Authority	Delaware	--	--	300,000	17-Apr-25
4	Morrisville Borough	Bucks	--	AA	1,625,000	16-May-25
5	Chalfont Borough	Bucks	--	--	350,000	13-Jun-25
6	Marlborough Township	Montgomery	--	--	\$ 4,228,000	10-Nov-25
7	Aston Ambulance Authority	Delaware	--	AA-	2,000,000	18-Nov-25
8	Aston Township	Delaware	--	AA-	3,000,000	19-Dec-25
	Total				<u>\$ 23,903,000</u>	

Applications and Loans in Process

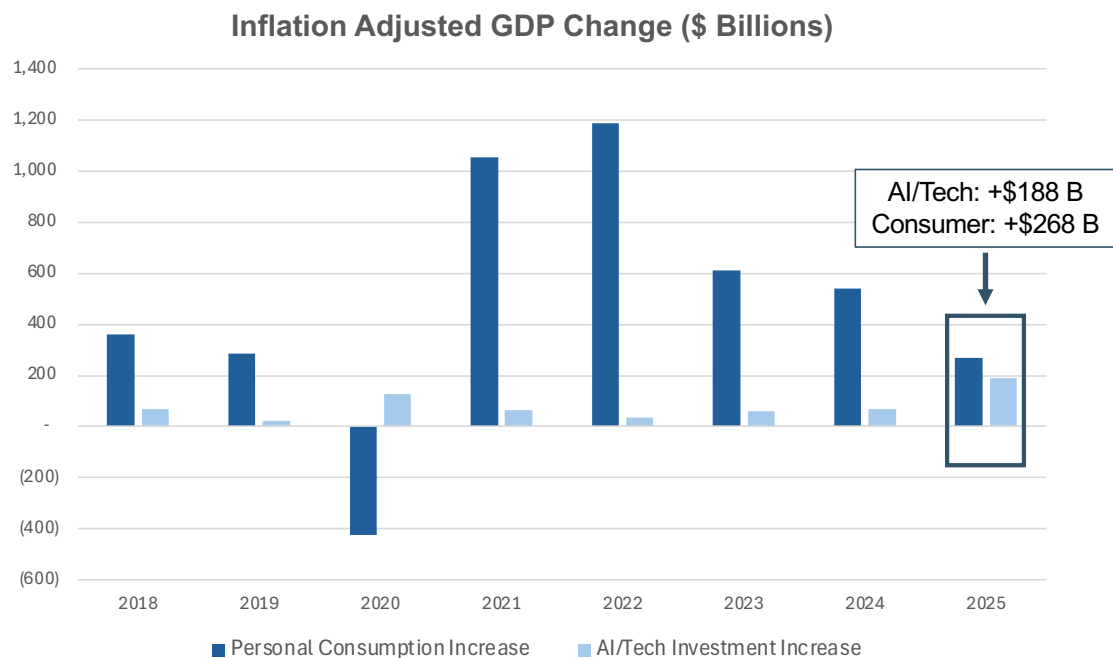
<u>No.</u>	<u>Loans in Process</u>	<u>County</u>	<u>Rating</u>		<u>Amount*</u>	<u>Scheduled</u>
			<u>Moody's</u>	<u>S&P</u>		<u>Closing*</u>
1	Upper Providence Township	Delaware	--	AA	<u>5,000,000</u>	13-Feb-26
	Total				<u>\$ 5,000,000</u>	

* Preliminary, subject to change.

Loan origination has declined in 2025 due to:

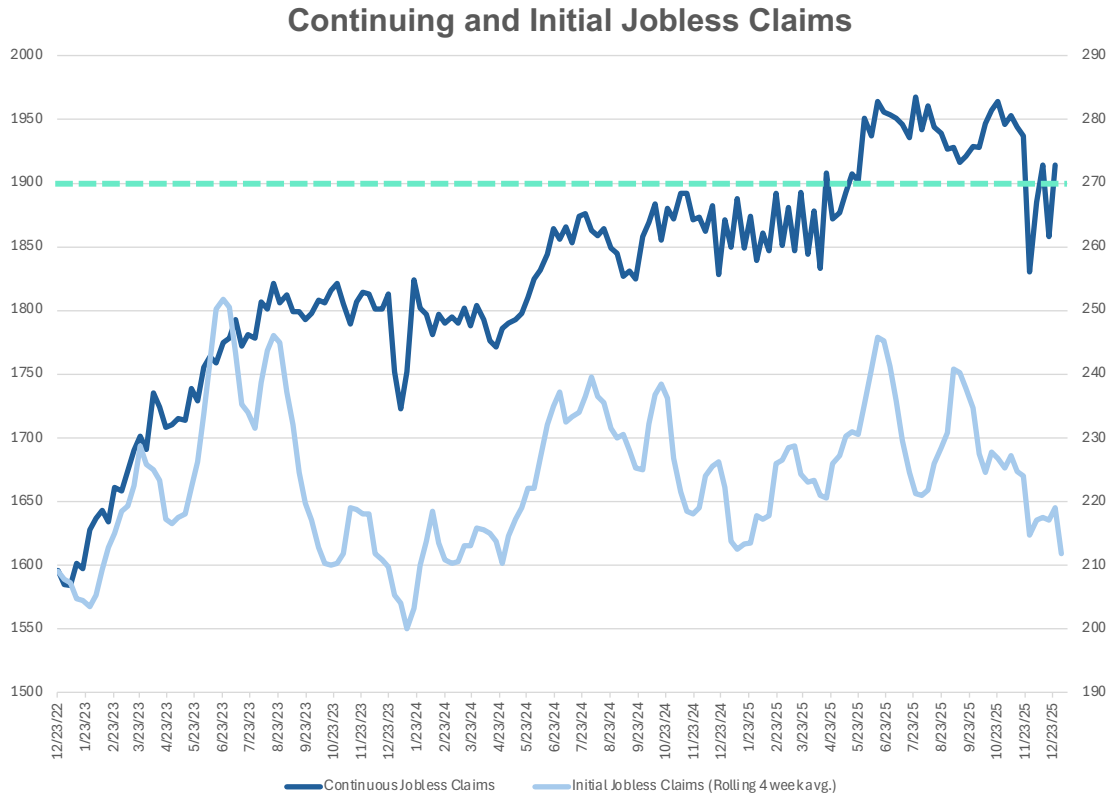
- Higher project costs due to inflation, supply chain issues, and labor shortages,
- Higher interest rates that increase debt service burdens and reduce refunding opportunities, and
- CARES and ARPA grants that displaced financings

US Economic Growth



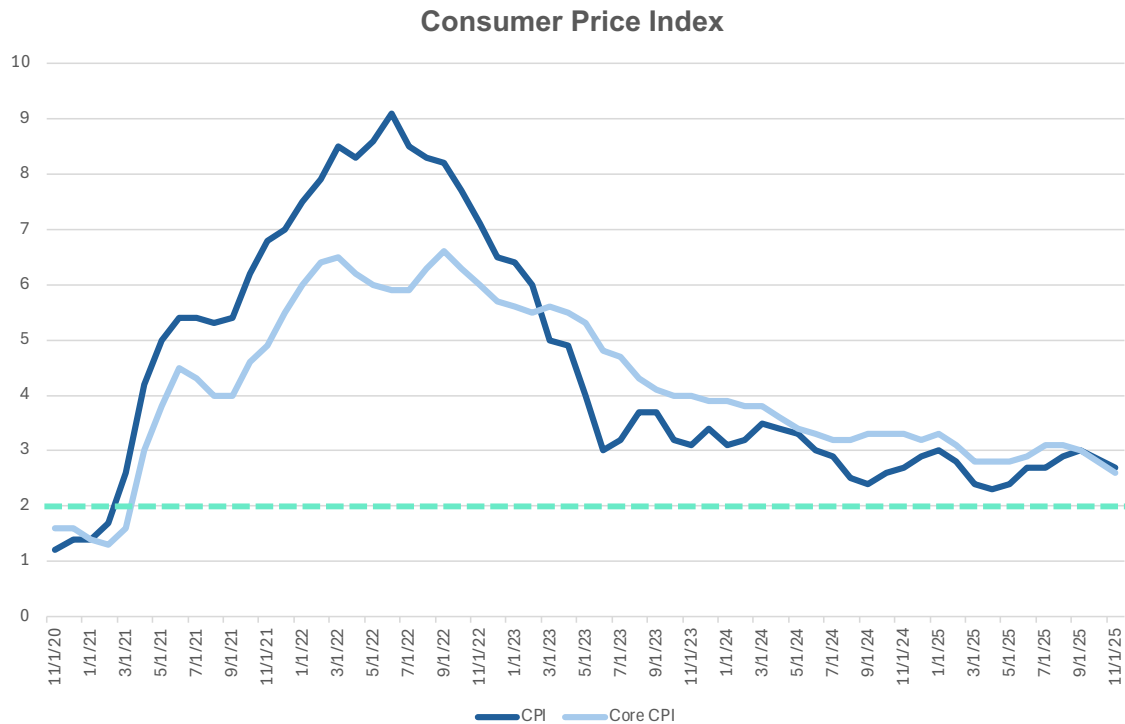
- US GDP grew 4.3% in Q3 2025 on the first of three Q3 2025 GDP releases.
- AI/Technology capital expenditures accounted for the second largest part of the increase in GDP in 2025, at an increase of \$188 billion or 25% of GDP growth.
- Personal consumption only added \$268 billion. The increase in personal consumption should have been roughly \$425 billion by the end of Q3 2025, when applying the average growth rate for personal consumption since 2018.
- Health care costs accounted for \$103 billion of the \$268 billion increase in personal consumption, or 38% of personal consumption growth.
- AI/Technology spending accounts for only 6% of total GDP, while personal consumption accounts for 70% of total GDP.

Employment



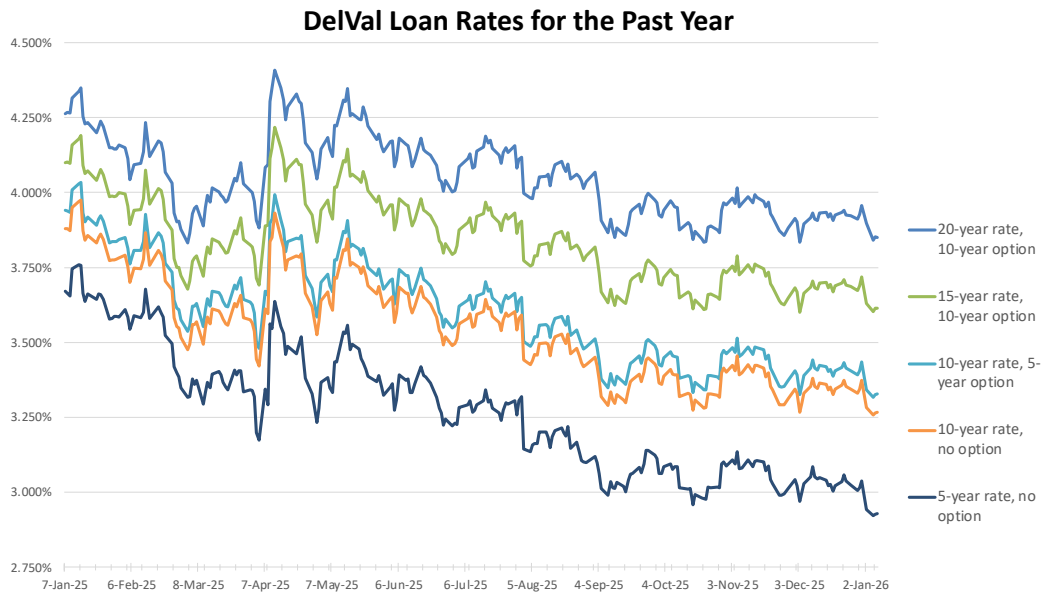
- Initial jobless claims have dropped to the lowest level since Q1 2024.
- Continuing jobless claims has increased to just over the 1.9 million mark.
- Job openings (JOLTS and ADP) continue to show a softening jobs market with job openings at the lowest levels since Q1 2021 for JOLTS.
- These indicate a slow hiring, slow firing job market.

Inflation (Consumer Price Index)



- CPI and Core CPI, which excludes food and energy, decreased from 3% year-over-year to 2.7% and 2.6% year-over-year, respectively.
- Inflation indicators (CPI, PPI, and PCE) continue to show inflation remains above the Federal Reserve's 2% inflation target.

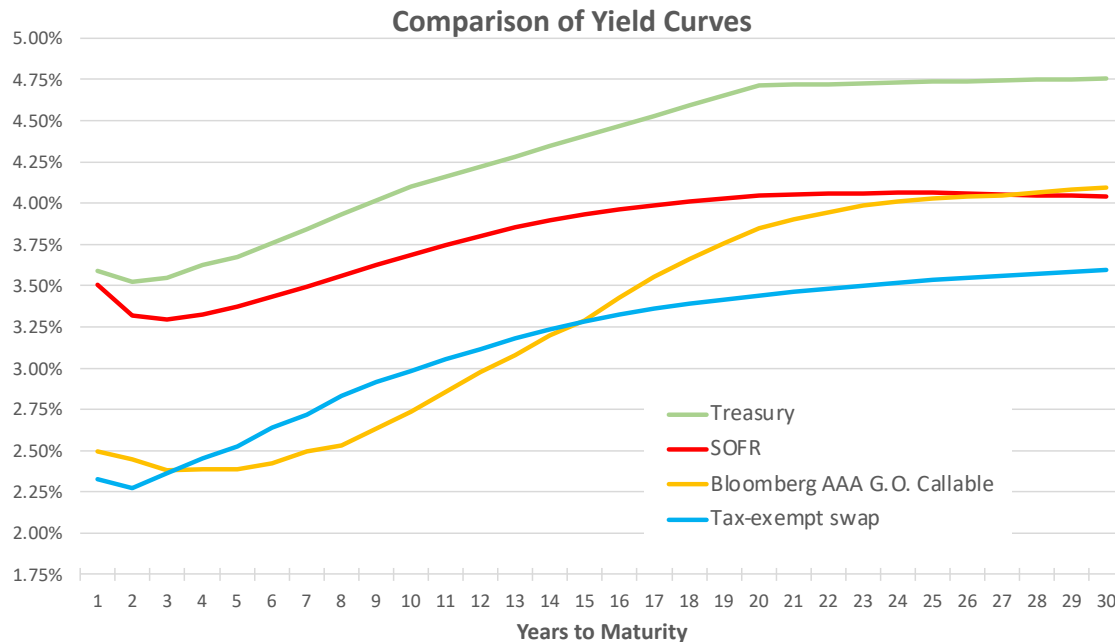
DeVal Loan Rates



Loan Option	Average Loan Rate			Rate as of 7-Jan-26
	Past Year	Past 6-Months	Past 3-Months	
20-year rate, 10-year option	4.05%	3.94%	3.85%	3.85%
15-year rate, 10-year option	3.84%	3.71%	3.62%	3.61%
10-year rate, 5-year option	3.60%	3.44%	3.35%	3.33%
10-year rate, no option	3.54%	3.38%	3.29%	3.27%
5-year rate, no option	3.27%	3.07%	2.99%	2.93%

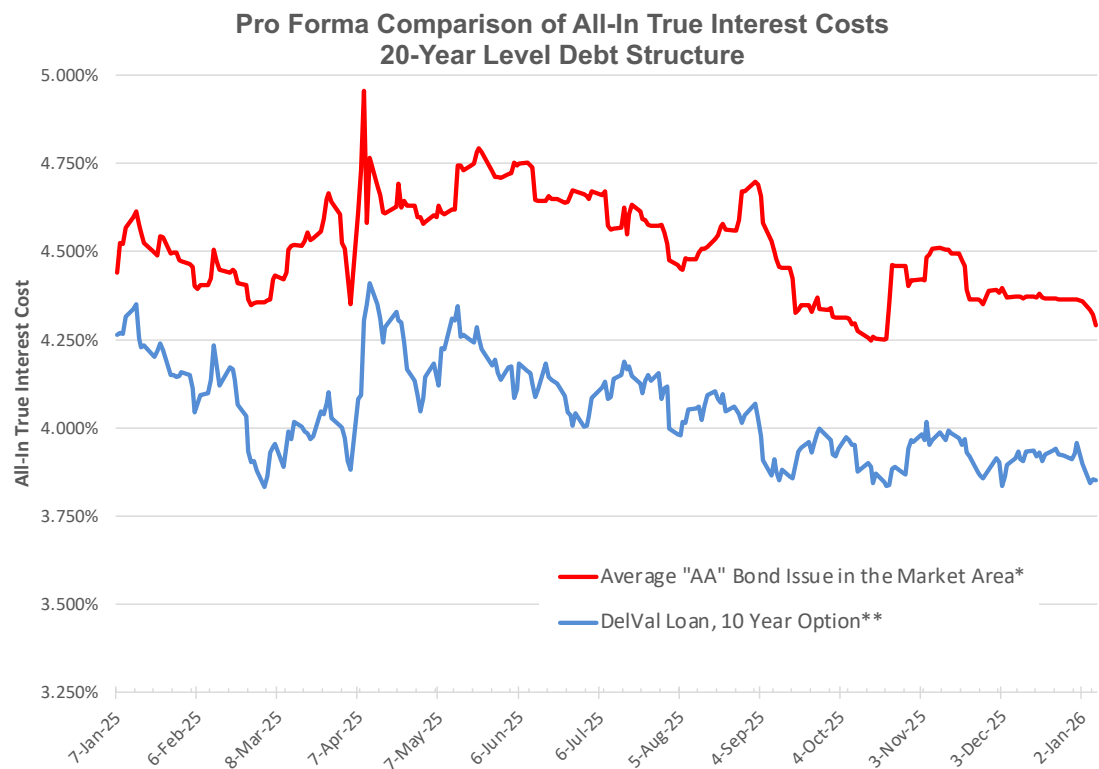
- Interest rates have remained largely rangebound as the market waits for more economic data that show the effects of the uncertainty surrounding tariffs, fiscal deficits, and the Federal Reserve Bank’s monetary policy. The market has needed to rely on the lagged BLS and BEA economic data. The economic and inflation picture remain stuck in limbo as we wait for current data.
- Rates have decreased most recently due to institutions reengaging in the market following the end of their fiscal year.
- The FOMC will continue to be cautious with future rate cuts, even if cost inflation remains modest. While the issue does not earn many headlines, asset inflation has been a major concern of the FOMC since 2008, and particularly since 2020, following the bail-out of the repo and corporate debt market. The interest rate reductions encourage riskier investments, greater leverage, and expanding asset bubbles. The popping of those asset bubbles has the potential to create bank failures and financial crises, like SVB’s failure or the GFC.

Comparison of Yield Curves



- The Treasury rates remain inverted from the 4-week to the 2-year due to the interest rate that the Fed pays to banks for their reserves held in their “Fed accounts” and the Treasury’s reliance on the funding the US Federal Government with T-Bills. This effectively sets a floor for short-term rates. The Treasury yield curve has become steeper after the 2-year maturity due to the uncertainty of future FOMC policy, tariff policy, and the perceived inability to address multi-trillion Federal deficits. Demand for the 30-year maturity remains thin.
- The other yield curves are derivatives of the Treasury yields. The SOFR curve reflects a more jaundiced view of future Federal deficits and economic growth. The Bloomberg AAA General Obligation Index is not a par yield, and it is not strictly comparable to the other curves, specifically the tax-exempt swap curve. The Bloomberg Index is based on a 5% coupon, and the index under values the cash flow for interest payments; the cash flow is more comparable to a term bond.

Market Update: Cost-effectiveness of DeVal Loans



- Bond Issuers have consistently paid a higher cost of financing than they would have with a comparable DeVal Loan.
- This comparison ignores the additional costs of issuance that the Bond Issuer would pay to refund the Bond Issue if exercising an option is economic. DeVal assesses no fees to exercise an option and reset the rate.
- As a result, Bond Issuers pay more in debt service (higher All-In True Interest Costs) and will pay avoidable future costs of issuance for refundings.

*Based on actual weighted average spreads to "AAA" indices and actual issuance costs.

**Based on actual rates and issuance costs.

Past results are not a predictor of future spreads and costs.

Bond Issues in the Market Area

"AA" Bond Issues in DeVal's Market Area*

<u>Bond issues in the Market Area*</u>	<i>Bonds in the "AA" Rating Category Sold in the Quarter Ended</i>				<i>Annual Total</i>
	<u>31-Mar-25</u>	<u>30-Jun-25</u>	<u>30-Sep-25</u>	<u>31-Dec-25</u>	
Number of issues	31	32	21	32	116
Average par amount	\$ 26,096,774	\$ 18,633,750	\$ 20,949,048	\$ 21,422,031	\$ 21,816,509
Weighted average rating	AA	AA	AA	AA	AA
Weighted average maturity (years)	16.89	15.86	15.81	12.77	15.35
Weighted costs of issuance (% of par amount)					
Bond issues in Market Area	1.653%	1.695%	1.506%	1.381%	1.564%
Less Comparable DeVal Loans**	<u>0.577%</u>	<u>0.702%</u>	<u>0.601%</u>	<u>0.604%</u>	<u>0.618%</u>
Savings from comparable DeVal Loan	1.076%	0.993%	0.906%	0.777%	0.946%
Weighted average All-In True Interest Cost					
Bond issues in Market Area	4.516%	4.836%	4.768%	4.349%	4.601%
Less Comparable DeVal Loans**	<u>4.350%</u>	<u>4.479%</u>	<u>4.375%</u>	<u>4.169%</u>	<u>4.347%</u>
Savings from comparable DeVal Loan	0.165%	0.357%	0.393%	0.180%	0.255%
Average debt service costs					
Bond issues in Market Area	\$ 46,823,298	\$ 33,398,325	\$ 37,653,139	\$ 33,604,715	\$ 37,813,237
Less Comparable DeVal Loans**	<u>45,658,066</u>	<u>31,981,567</u>	<u>35,998,403</u>	<u>32,545,963</u>	<u>36,519,375</u>
Savings from comparable DeVal Loan	<u>\$ 1,165,231</u>	<u>\$ 1,416,759</u>	<u>\$ 1,654,736</u>	<u>\$ 1,058,752</u>	<u>\$ 1,293,862</u>

* Preliminary, some official statements may not have been posted yet or may have been missed inadvertently.

**DeVal Loan rates are based on actual end of day rates and include a comparable option and rating agency or insurance fees.

Past results are not a predictor of future spreads and costs.

Bond Issue Comparison

**Abington School District
General Obligation Bonds, 2025 Series
Comparison with DeVal Loan Rates on the Sale Date
December 16, 2025**

	<i>Actual</i>	<i>DeVal Loan*</i>
Sources of Funds		
Par Amount of Bonds	\$ 14,555,000.00	\$ 14,589,000.00
Original Issue Premium (Discount)	<u>198,341.80</u>	<u>-</u>
Total sources	<u>\$ 14,753,341.80</u>	<u>\$ 14,589,000.00</u>
Uses of Funds		
Project Costs	\$ 14,484,632.04	\$ 14,484,632.04
Underwriting Fees	83,691.25	29,178.00
Other Issuance Costs	<u>185,018.51</u>	<u>75,189.96</u>
Total uses	<u>\$ 14,753,341.80</u>	<u>\$ 14,589,000.00</u>
<i>Total debt service</i>	\$ 27,154,053.53	\$ 26,588,643.32
DeVal debt service savings (costs)		\$ 565,410.21
<i>All-In True Interest Cost (All-In TIC)</i>	4.539%	4.440%
DeVal All-In TIC savings (costs)		0.099%
<i>Weighted Average Maturity (years)</i>	19.294	18.948
Costs of Issuance		
Underwriters' Fees	0.567%	
Other Costs	<u>1.254%</u>	
Total	1.821%	
<i>Type of Sale:</i>	Negotiated	
<i>Underwriter:</i>	Raymond James	
<i>Bond counsel:</i>	Saul Ewing	
<i>Advisor:</i>	Piper	
<i>S&P Rating:</i>	AA	

* Loan rate includes same option as the Actual.

- The School District **will pay \$565 thousand more debt service on its bonds** than a comparably structured DeVal Loan, assuming the issue is not refunded.
- Issue was structured as a level debt, 30-year maturity, with a 4.25-5% coupon, and a 7-year option. The coupons make a refunding almost certain to be economic on the option date, even if interest rates have risen.
- The School District will pay a 30-year rate for a 7-year bond issue and incur a new round of issuance costs for the refunding.
- With a DeVal Loan, the rate can be reset on the option date with no costs of issuance. A refunding would not be required.
- The School District **would have avoided \$1.9 million with an optimized DeVal Loan.**

Market Value of Interest Rate Swap Transactions

Market Value of Interest Rate Swaps

	<u>Rating</u>		<u>Notional Amount</u>	<u>Market Value 31-Dec-25</u>
	<u>Moody's</u>	<u>S&P</u>		
<i>Bond Swaps</i>				
1997 Series	A1	***	\$ 6,550,000	\$ 295,795
1998 Series	A1	***	139,800,000	10,060,573
2002 Series	A1	A+	125,000,000	13,865,122
Master Series	A1	A+	<u>645,150,000</u>	<u>(1,624,307)</u>
Total Bond Swaps			<u>916,500,000</u>	<u>22,597,183</u>
<i>Loan swaps</i>				
1997 Series	A1	***	1,515,000	6,408
1998 Series	A1	***	70,196,000	862,484
2002 Series	A1	A+	99,803,000	1,673,554
Master Series	A1	A+	<u>689,209,700</u>	<u>48,870,652</u>
Total Loan Swaps			<u>860,723,700</u>	<u>51,413,098</u>
<i>Investment swaps</i>				
			<u>21,700,000</u>	<u>(153,807)</u>
TOTAL			<u>\$ 1,798,923,700</u>	<u>\$ 73,856,474</u>

Market Value of Interest Rate Swaps

	<u>Rating</u>		<u>Notional Amount</u>	<u>Market Value 31-Dec-25</u>
	<u>Moody's</u>	<u>S&P</u>		
<i>Counterparty</i>				
Bank of America	Aa1	A+	\$ 880,536,000	\$ 52,745,880
Barclays Bank PLC	A1	A+	17,465,000	684,185
Citibank	Aa3	A+	110,050,000	767,112
PNC Bank	A1	A	340,246,000	12,509,669
Royal Bank of Canada	Aa1	AA-	384,256,700	7,835,859
Toronto-Dominion Bank	Aa2	A+	<u>66,370,000</u>	<u>(686,232)</u>
TOTAL			<u>\$ 1,798,923,700</u>	<u>\$ 73,856,474</u>

Issuance of the \$200 million 2025 A and B Series

We were successful in securing attractive cost of funding levels that will allow DeIVal to continue to be the lowest cost financing option available to municipalities, school districts, and authorities in the Commonwealth.

The sale of \$60 million of the fixed rate 2025 A Series was completed on December 4.

The sale of \$140 million of the weekly variable rate demand bonds 2025 B Series occurred on December 16.

Closing occurred on December 17.