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 March 9, 2026

On March 9, 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.

DAVID A. NASATIR
Secretary
Delaware Valley Regional Finance Authority

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

DELAWARE VALLEY REGIONAL FINANCE AUTHORITY

Agenda Meeting
March 9, 2026

Call to Order and Roll Call

Requisitions approved by the Administrator pursuant to Resolution 2026-13:

a) **Requisition 2026-15:** Government Finance Officers Association of Pennsylvania, $75, annual fee.

b) **Requisition 2026-16:** Bucks County Consortium, $350, annual fee.

c) **Requisition 2026-17:** Pennsylvania Municipal Authorities Association, $2,950, annual fee.

d) **Requisition 2026-18:** Pennsylvania Municipal League and Pennsylvania State Association of Township Commissioners, $1,100, annual fee.

e) **Requisition 2026-19:** Association for Pennsylvania Municipal Management, $500, annual fee.

f) **Requisition 2026-20:** County Commissioners Association of Pennsylvania, $550, annual fee.

g) **Requisition 2026-21:** Montgomery County Consortium of Communities, $2,000, annual fee.

h) **Requisition 2026-22:** Pennsylvania State Association of Township Supervisors, $250, annual fee.

Requisitions to be considered

a) **Requisition 2026-23:** Baker Tilly, $5,250, progress payment for the 2025 audit of DelVal.

Resolutions to be considered

a) **Resolution 2026-14:** Authorizing the Administrator to direct the Extraordinary Mandatory Redemption of the 1997 Bonds and 1998 Bonds as required by their respective Trust Indentures.

Program Administrator's Report

1) Loan portfolio
2) Market conditions
3) Swap transactions and market values
4) Marketing plan
5) Extraordinary Mandatory Redemptions
6) Guaranteed Investment Contracts
7) Responses to RFQ for Solicitor

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 MEETING OF THE BOARD OF DIRECTORS ON MARCH 9, 2026

The Board of Directors of the Delaware Valley Regional Finance Authority, as duly advertised, held a public meeting, on March 9, 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 a motion of Ms. Harvie, seconded by Mr. Solanki, the Board unanimously approved the Minutes of the Meeting of February 9, 2026.

Upon a motion of Mr. Nasatir, seconded by Dr. Taylor, the Board unanimously approved the payment of **Requisition 26-23**, as described below.

Requisition 2026-23: The Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the progress payment of **$5,250.00** to **Baker Tilly** for the 2025 audit of DelVal

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

Resolution 2026-14: **T**he Board of Directors of the Delaware Valley Regional Finance Authority hereby authorizes the Extraordinary Mandatory Redemptions of the 1997 Series and 1998 Series as required by their respective Trust Indentures.

Upon a motion of Mr. Nasatir, seconded by Mr. Harvie, the Directors unanimously extended their sincere gratitude to Carmen P. Belefonte, Esq. for his dedicated service as the Authority Solicitor since its inception in 1985 and wished him all the best in his retirement.

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. Mr. Calhoun also discussed the marketing plan to raise awareness of DelVal as a financing option.

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

DAVID A. NASATIR
Secretary
Delaware Valley Regional Finance Authority

Delaware Valley Regional Finance Authority

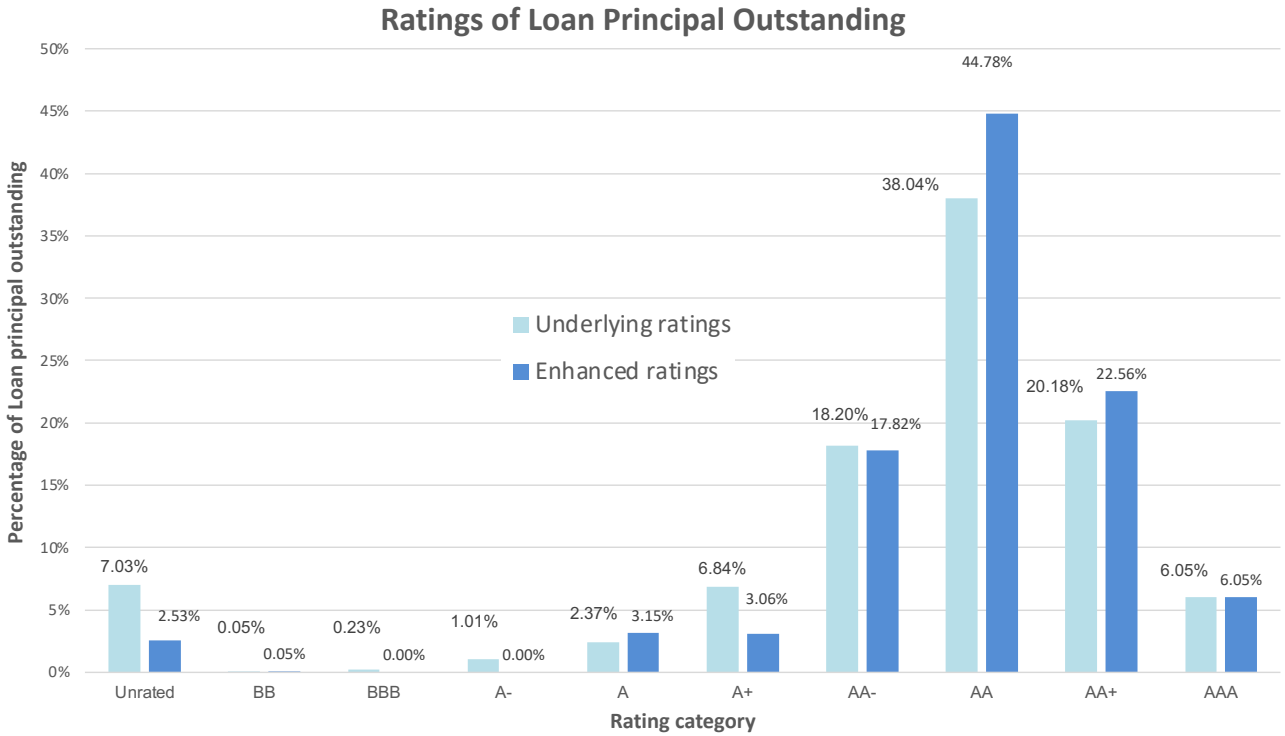
Program Administrator's Report

March 9, 2026

Discussion Points

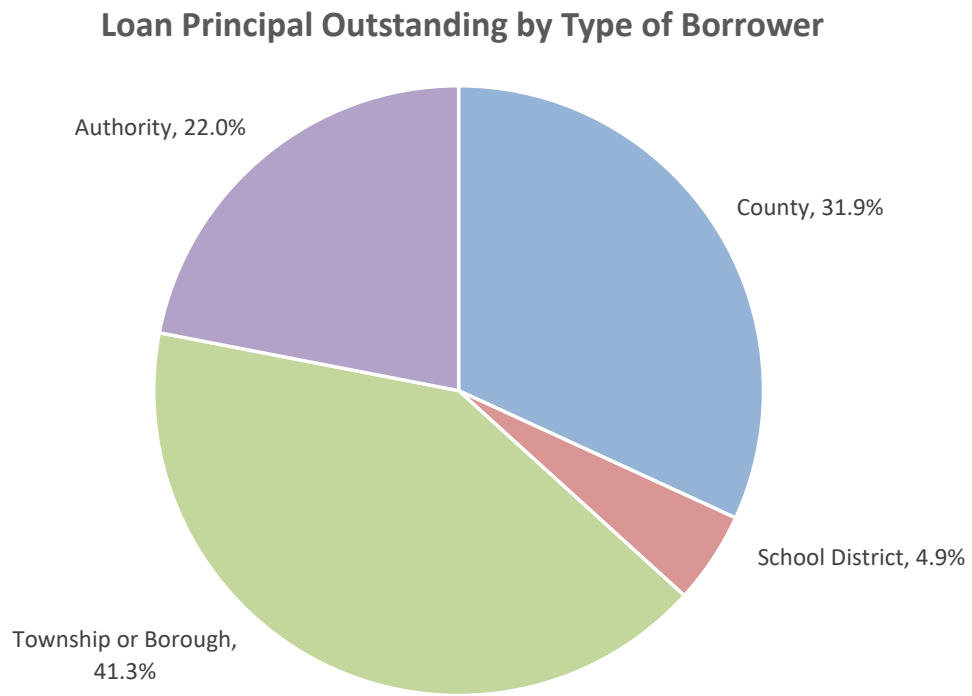
- Loan portfolio
- Market conditions
- Swap transactions and market values
- Marketing plan
- Extraordinary Mandatory Redemptions
- Guaranteed Investment Contracts
- Responses to Solicitor RFQ

Loan Portfolio – Ratings of Borrowers

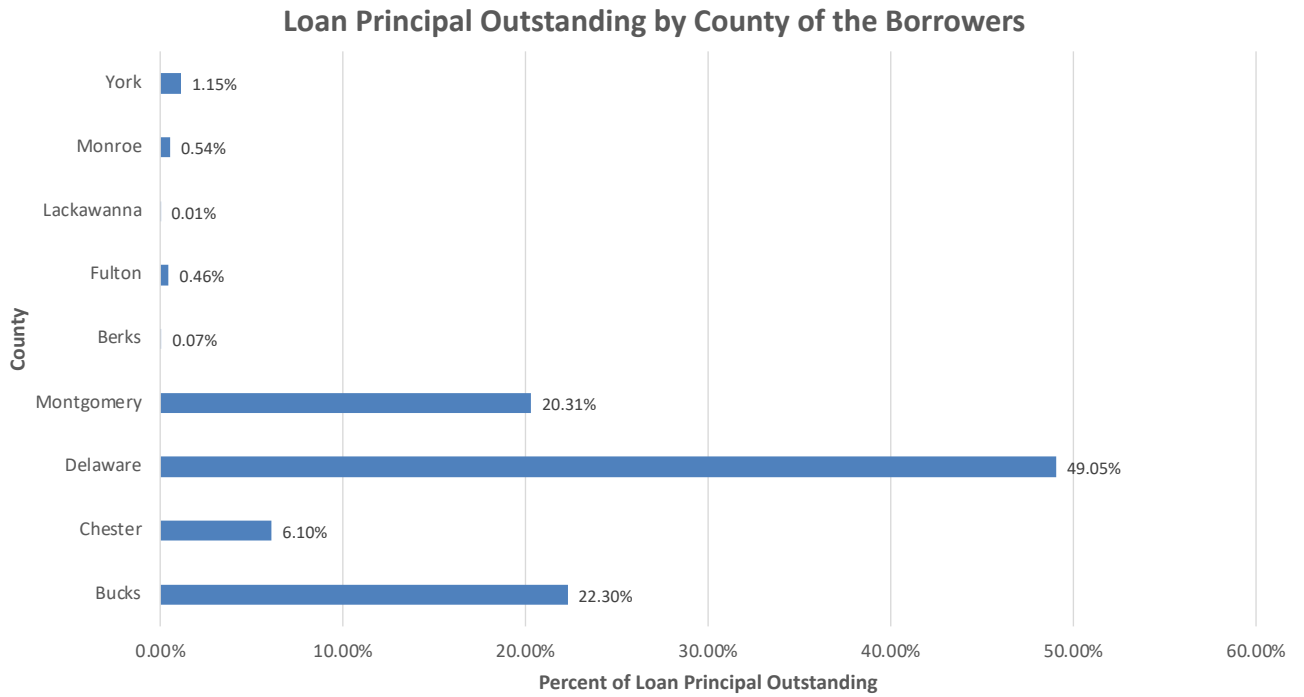


- The weighted average underlying and enhanced rating of borrowers in the DelVal Loan Program is “AA”.
- Assured Guaranty and Build America Mutual insure 14.0% of the outstanding Loans.
- 91.2% of the outstanding Loans have an enhanced rating of "AA-” or above.

Loan Portfolio – Type of Borrowers



Loan Portfolio - County of Borrower



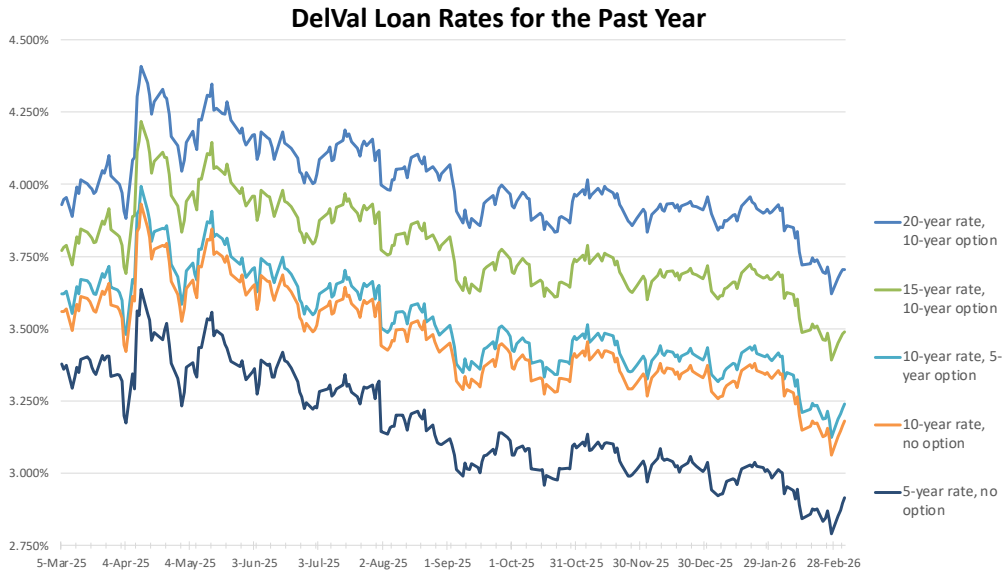
97.7% of Loans are to borrowers in Bucks, Chester, Delaware, and Montgomery Counties, the wealthiest, most diversified, and most stable region in the Commonwealth.

Loan Origination

Loans Originated and Loans in Process for the Year Ending February 28, 2026

No.	Participant	County	Underlying or Guarantor Rating		Amount	Closing
			Moody's	S&P		
1	Upper Dublin Township	Montgomery	Aa2	---	$ 11,400,000	11-Apr-25
2	Chadds Ford Township Sewer Authority	Delaware	---	---	300,000	17-Apr-25
3	Morrisville Borough	Bucks	---	AA	1,625,000	16-May-25
4	Chalfont Borough	Bucks	---	---	350,000	13-Jun-25
5	Marlborough Township	Montgomery	---	---	4,228,000	10-Nov-25
6	Aston Ambulance Authority	Delaware	---	AA-	2,000,000	18-Nov-25
7	Aston Township	Delaware	---	AA-	3,000,000	19-Dec-25
8	Upper Providence Township	Delaware	---	AA	5,000,000	11-Feb-26
9	Towamencin Township	Montgomery	---	AA	5,000,000	27-Apr-26
	Total				$ 32,903,000	

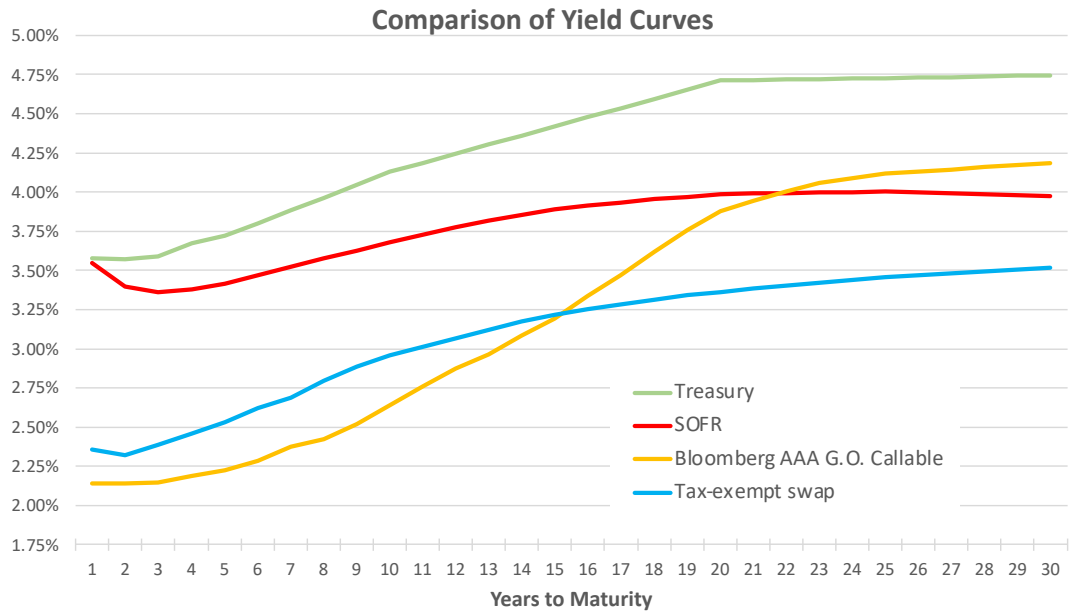
DelVal Loan Rates



	Average Loan Rate			
Loan Option	*Past Year*	*Past 6-Months*	*Past 3-Months*	*Rate as of 5-Mar-26*
20-year rate, 10-year option	4.00%	3.86%	3.79%	3.71%
15-year rate, 10-year option	3.78%	3.63%	3.56%	3.49%
10-year rate, 5-year option	3.52%	3.35%	3.29%	3.24%
10-year rate, no option	3.46%	3.29%	3.23%	3.18%
5-year rate, no option	3.17%	2.98%	2.92%	2.92%

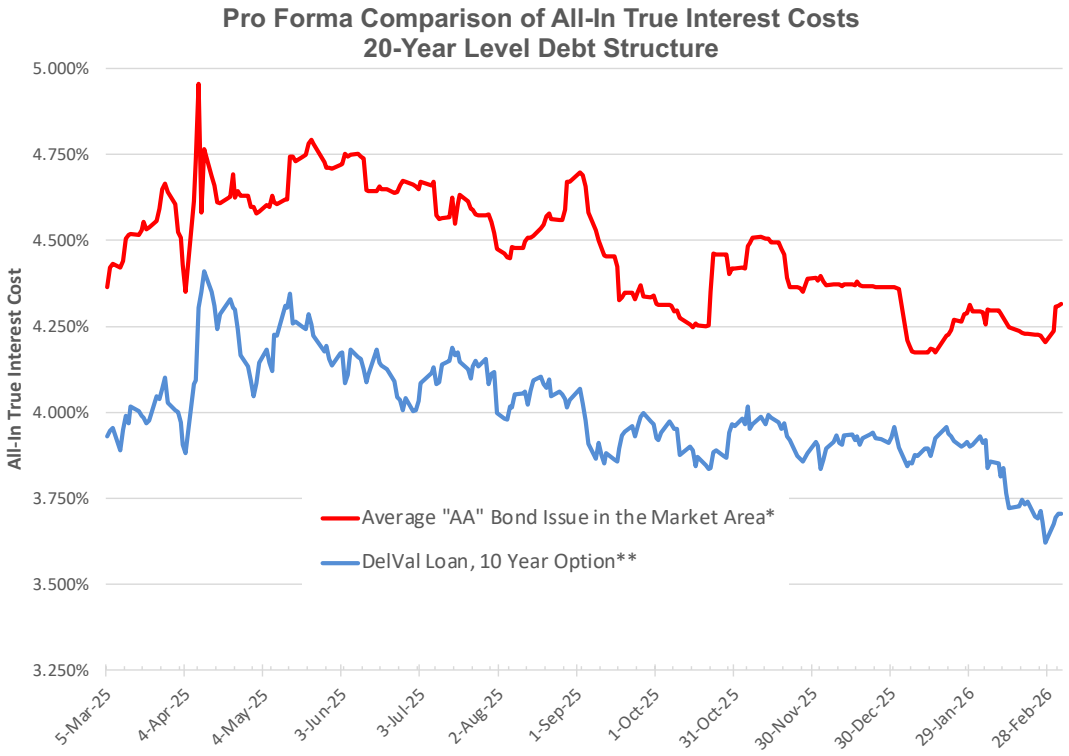
- Interest rates have dropped to their 12-month lows on the market's flight to safety as it came to the realization that the US intended to and executed the beginning of a war with Iran. The market is now grappling with the implications that a war with Iran will have on the energy markets and short-term inflation. This adds to the existing uncertainty surrounding tariffs, fiscal deficits, and the Federal Reserve Bank's monetary policy. The Fed has no tools to combat energy driven inflation.
- 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.

Comparison of Yield Curves



- The Treasury rates remain inverted from the 4-week to the 2-year maturities 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 20 and 30-year maturities remain 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. 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 a term bond.

Market Update: Cost-effectiveness of DelVal Loans



*Based on actual weigted 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 Issuers have consistently paid a higher cost of financing than they would have with a comparable DelVal 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. DelVal 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.

Bond Issues in the Market Area

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

*Bond issues in the Market Area**	*Bonds in the "AA" Rating Category Sold in the Quarter Ended* 31-May-25	31-Aug-25	30-Nov-25	28-Feb-26	*Annual Total*
Number of issues	32	22	33	33	120
Average par amount	$ 21,303,281	$ 17,528,409	$ 22,844,545	$ 17,254,242	$ 19,921,583
Weighted average rating	AA	AA	AA	AA	AA
Weighted average maturity (years)	15.88	17.91	13.04	13.43	14.73
Weighted costs of issuance (% of par amount)					
Bond issues in Market Area	1.759%	1.600%	1.352%	1.720%	1.596%
Less Comparable DelVal Loans**	0.679%	0.601%	0.608%	0.559%	0.615%
Savings from comparable DelVal Loan	1.081%	0.999%	0.743%	1.161%	0.980%
Weighted average All-In True Interest Cost					
Bond issues in Market Area	4.718%	4.936%	4.418%	4.229%	4.571%
Less Comparable DelVal Loans**	4.396%	4.531%	4.185%	4.115%	4.303%
Savings from comparable DelVal Loan	0.322%	0.405%	0.233%	0.115%	0.267%
Average debt service costs					
Bond issues in Market Area	$ 38,043,558	$ 33,381,792	$ 36,358,035	$ 28,185,829	$ 34,014,507
Less Comparable DelVal Loans**	36,599,740	31,728,014	35,079,257	27,758,955	32,857,242
Savings from comparable DelVal Loan	$ 1,443,818	$ 1,653,778	$ 1,278,778	$ 426,873	$ 1,157,265

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

Upper Darby School District
General Obligation Bonds, 2026 Series
Comparison with DelVal Loan Rates on the Sale Date
February 24, 2026

	Actual	*DelVal Loan**
Sources of Funds		
Par Amount of Bonds	$ 9,540,000.00	$ 9,851,000.00
Original Issue Premium (Discount)	459,388.80	-
Total sources	$ 9,999,388.80	$ 9,851,000.00
Uses of Funds		
Project Costs	$ 9,800,123.96	$ 9,800,123.96
Underwriting Fees	28,620.00	19,702.00
Other Issuance Costs	170,644.84	31,174.04
Total uses	$ 9,999,388.80	$ 9,851,000.00
Total debt service	$ 18,299,325.00	$ 17,476,226.93
DelVal debt service savings (costs)		**$ 823,098.07**
All-In True Interest Cost (All-In TIC)	*4.762%*	*4.396%*
DelVal All-In TIC savings (costs)		***0.367%***
Weighted Average Maturity (years)	18.363	17.951

Costs of Issuance	
Underwriters' Fees	0.286%
Other Costs	1.707%
Total	1.993%

Type of Sale:	*Negotiated*
Underwriter:	*Raymond James*
Bond counsel:	*Fox Rothschild*
Advisor:	*PFM*
S&P Rating:	*AA*

* Loan rate includes same option as the Actual.

- The School District **will pay $823 thousand more debt service on its bonds** than a comparably structured DelVal Loan, assuming the issue is not refunded.
- With a DelVal 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 $1.4 million of debt service with an optimally structured DelVal Loan**.
- The School District **would have avoided $1.6 million with an alternatively structured DelVal Loan**.

Market Value of Interest Rate Swap Transactions

Delaware Valley Regional Finance Authority
Market Value of Interest Rate Swaps

	Rating		Notional	Market Value
	Moody's	S&P	Amount	27-Feb-26
Bond Swaps				
1997 Series	A1	***	$ 6,550,000	$ 267,425
1998 Series	A1	***	139,800,000	8,268,345
2002 Series	A1	A+	125,000,000	15,347,555
Master Series	A1	A+	645,150,000	4,594,292
Total Bond Swaps			916,500,000	28,477,617
Loan swaps				
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+	689,209,700	48,870,652
Total Loan Swaps			860,723,700	51,413,098
Investment swaps			21,700,000	(162,875)
TOTAL			$ 1,798,923,700	$ 79,727,840

Delaware Valley Regional Finance Authority
Market Value of Interest Rate Swaps

	Rating		Notional	Market Value
	Moody's	S&P	Amount	27-Feb-26
Counterparty				
Bank of America	Aa1	A+	$ 880,536,000	$ 52,495,410
Barclays Bank PLC	A1	A+	17,465,000	684,185
Citibank	Aa3	A+	110,050,000	1,603,401
PNC Bank	A1	A	340,246,000	13,057,459
Royal Bank of Canada	Aa1	AA-	384,256,700	11,155,714
Toronto-Dominion Bank	Aa2	A+	66,370,000	731,671
TOTAL			$ 1,798,923,700	$ 79,727,840