

LOWER PAXTON TOWNSHIP AUTHORITY

TUESDAY, NOVEMBER 25, 2025 – 7:00 P.M.

Before the meeting the Authority will meet in an Executive Session to receive information from the Authority Liaison and Solicitor

1. CALL TO ORDER - Chairman Blain
2. PLEDGE OF ALLEGIANCE - Mr. Ramsey
3. APPROVAL OF MINUTES - 8/26/25 & 11/10/25

Documents:

[082625 LPT AUTHORITY BOARD MTG MINUTES DRAFT.PDF](#)
[111025 LPT AUTHORITY BOARD SPECIAL BUSINESS MTG MINUTES DRAFT.PDF](#)

4. PUBLIC COMMENT
5. BOARD MEMBERS' COMMENTS
6. SANITARY SEWER FUND - BUSINESS

6.I. Presentation And Action On The 2026 Sanitary Sewer Fund Budget

- Mr. Weaver

Documents:

[LPTA SEWER RATE MODEL 2026 FIVE DOLLARS PER QUARTER RATE INCREASE.PDF](#)
[SANITARYSEWERFUND BUDGET2026FINAL.PDF](#)

6.II. Approval Of Easement Extinguishment At Blue Flag Avenue

- Mr, Weaver

Documents:

[TERMINATION OF SEWER EASEMENT 21060951.1.PDF](#)

7. TOWNSHIP REPORTS

- 7.I. Update On Current PADEP Consent Decree Design/Construction Projects
- 7.II. Draft Sewer Billing Resolution 26-01
- 7.III. 2025 Bond Settlement Held 11/12- Bond Results

Documents:

BOND SALE DOCUMENT - 10-08-2025.PDF

8. ENGINEER'S REPORT- SANITARY SEWER

Documents:

NOVEMBER 2025 ENGINEERS STATUS MEMO LPTA.PDF

9. STORMWATER FUND - BUSINESS

9.I. Presentation And Action On The 2026 Stormwater Fund Budget

- Mr. Weaver

Documents:

STORMWATERFUND BUDGET2026FINAL.PDF

9.II. Approval Of Settlement Agreement And Release

- Mr. Weaver

Documents:

LOWER PAXTON AUTHORITY SETTLEMENT AGREEMENT AND RELEASE
SHUTTLEWORTH FINAL 21046757.1.PDF

10. TOWNSHIP REPORTS

10.I. Update On DEP JPRP MS4 Projects

10.II. LPT Crew Projects Schedule And Work Completed 2025

Documents:

2025 AUTHORITY WORK.PDF

11. ENGINEER'S REPORT - STORMWATER

Documents:

STORMWATER ENGINEER REPORT 112525.PDF

12. ADJOURN

NEXT MEETING – FEBRUARY 24, 2026

**Be advised that public meetings of the Authority may be recorded for audio
and/or video purposes.**

**LOWER PAXTON TOWNSHIP
AUTHORITY BOARD**

Minutes of the meeting held on August 26, 2025

A meeting of the Lower Paxton Township Authority Board was called to order at 7:04 p.m. by Chairman Blain on the above date at the Lower Paxton Township Municipal Center located at 425 Prince Street, Harrisburg, Pennsylvania. Board members present, in addition to Chairman Blain, were David Ramsey, Allen McCormack, Timothy Pramik, Yuhanna Njeim, Laura Kurtz, and Donald E. Enders, Jr. Also, in attendance were, William Weaver Sewer Director/Authority Liaison, Larry Stepansky, Morgan M. Madden, Solicitor, Melissa Smith, GHD, Alton Whittle, GHD, Jason Hinz, HRG and Bruce Hulshizer, HRG.

Pledge of Allegiance

Mr. McCormack led the Pledge of Allegiance.

Approval of Minutes

Mr. Pramik motioned to approve minutes of the May 27, 2025, meeting. Mr. McCormack seconded the motion. Mr. Blain called for a voice vote, and the vote was unanimous.

Public Comment

James and Cheryl Gordon, 121 Oak Park Circle, addressed the Board regarding the Colonial Park Drainage Improvement Project. The Gordons expressed concern about unclean stormwater flooding the area, water damage to their property and yard, change in project timeline and communication, and questioned why the project was delayed, why residents were not notified, and how the previously allotted funds were being used. They provided the Board with a packet of information, emails, and supporting documentation related to the project.

Annette Blair, Sherman Street, addressed the Board regarding ongoing storm drainage issues affecting her property and yard making it unusable.

Ms. Blair stated that there is no storm drainage system in her area and that she has been in contact with the Public Works and Sewer Departments since 2020. Township staff visited the site in 2024. She noted that she retained legal counsel after not receiving a response from the Township and requested an immediate solution to address the issue.

Sharon Orfanelli, 6010 Catherine Street and Sherman Street, stated that her mother had a trailer at the corner of Crosby and Catherine since 1979, which she replaced with a home in 2017. She reported worsening drainage issues since that time, noting that flooding now occurs after storms, primarily from runoff coming from the nearby strip mall. She explained that although a black curb was installed in front of her home to deter water, she continues to get water under her cement slab foundation.

Ms. Orfanelli said she contacted Mr. Weaver, who inspected the area. She described a pole across the street where water should flow underground toward a swale on Sherman Street, but it is not functioning properly.

April Hunt, 1012 Balthaser Street, stated that she has lived in her home for 35 years and previously maintained her property with a railroad tie retaining wall that helped prevent water runoff. She explained that since recent work was done by Doli, her property has significantly eroded—there is now a two-foot gully where she can no longer mow or maintain the area, and her yard has been washed back approximately three feet.

Ms. Hunt described how the drainage problems have worsened to the point that she cannot access parts of her yard. She reported persistent standing water, mosquito issues, and a strong odor resembling sewage. She urged the Township to revisit the site, stating the conditions are not safe or sanitary and that residents can no longer maintain their properties due to the extent of the erosion.

Ryan Gonder, 1007 Sherman Street, stated that the drainage problem affects his property as well as every home along the block. He explained that water from the street and the nearby strip mall flows through a single culvert pipe, which causes runoff to travel across his and neighboring properties. Mr. Gonder said the excess water has nowhere to go, leading to ongoing flooding and foundation concerns. He noted that the issue continues to worsen and urged the Township to take corrective action soon.

Mr. Blain directed Mr. Weaver and Mr. Stepansky to assess the situation and report back with any potential solutions that could be addressed from a Township perspective.

Board Member Comments'

Mr. Blain extended a welcome to the newly appointed members of the Authority Board.

General Authority

Business

Independent Auditors Report And 2023/24 Authority Financial Statements

Mr. Weaver reported that the Annual Audit has been completed. The Finance Manager has submitted the required report to DCED and advertised the Concise Financial Statement. He noted that page 43 of the report provides details on the Township's total debt.

Mr. McCormack made a motion to approve the Auditors Report And 2023/24 Authority Financial Statements. Mr. Ramsey seconded the motion. Mr. Blain called for a voice vote, and there was a unanimous vote of approval.

Sanitary Sewer Fund

New Business

Presentation by PFM for the 2025 Bond Issue

Zach Williard and Karli Keisling of PFM Financial Advisors LLC provided an overview of the proposed Bond Issue.

Mr. Williard reported that the bond issue carries an interest rate between 4.0% and 4.5%, with a 30-year repayment term and tax-exempt loan proceeds. The goal is to close the financing before November 2025. The Township intends to borrow \$5 million in net proceeds, while the resolution reflects a higher not-to-exceed amount of \$7.8 million.

Ms. Keisling reviewed the total annual debt service and explained that the bond structure includes a 25-year wrap term, like the 2024 Bond Issuance, with the distinction that this issue will be bank-qualified and include a five-year call date, allowing for potential refinancing after five years. A Preliminary Financing Schedule outlining the proposed timeline was also presented for the Board's review.

Resolution 25-02; Authorizing the Bond Issue Subsidy Agreement

Mr. Ramsey made a motion to approve Resolution 25-02, which authorizes the Bond Issue Subsidy Agreement. Mr. Pramik seconded the motion. Mr. Blain called for a voice vote, and there was a unanimous vote of approval.

Resolution 25-03; Authorizing the Reimbursement Agreement with PennDOT

Mr. Enders made a motion to approve Resolution 25-03, which authorizes the Reimbursement Agreement with PennDOT. Mr. Njeim seconded the motion. Mr. Blain called for a voice vote, and there was a unanimous vote of approval.

Draft 2026 Sanitary Sewer Budget and Sewer Rate Model

Mr. Weaver presented the Sanitary Sewer Budget and Sewer Rate Model, highlighting revenues in the amount of \$19,195,556.00 and operating expenses in the amount of \$20,472,813.00. The goal is to maintain rate increases at 3% and the model indicates a 3% rate increase will be needed next year, which equates to approximately a \$5 increase per customer.

Mr. Blain commented that there is still time to review and adjust the numbers prior to finalizing the budget, and that the rate increase remains preliminary at this stage.

Mr. Blain stated that the decision made 20 years ago not to pursue storage but instead to focus on I&I removal and line replacements is now paying off. He explained that this long-term investment has significantly reduced inflow and infiltration in the system, enabling the Township to meet state mandates. As a result, the Authority can now slow down some of the design and sewer replacement work, which will allow for better budget management. The proposed 2026 Authority Budget would be presented to the Authority Board at the November 25, 2025, meeting.

Township Reports

Review of Presentation to DEP/Swatara for the Second Consent Decree Annual Meeting held 7/29/25

Alton Whittle of GHD stated that most of the information had already been presented in his prior report and that no new updates were included, but he wanted to follow up on the July 29, 2025, meeting with PA DEP. He added to Mr. Blain's earlier comments by noting that when the consent decree was first established, the projected budget required a \$8 annual rate increase. However, due to the work completed by staff and the effectiveness of the overall program, the Township has remained well below that projection and even went three years without a rate increase.

Mr. Whittle reported that PA DEP was very pleased with the Township's I&I removal efforts and stated they are using the program as a template for other municipalities. DEP also agreed that the Township is ahead of schedule, which he emphasized was a significant accomplishment for staff. He said the meeting included discussion of the Beaver Creek Corrective Action Plan (CAP), one of the major items under review. PA DEP was generally in agreement with the updated CAP and plans to complete its review and issue a final response. Historically, DEP has treated the CAP as the Township's plan to develop but retains responsibility for the final approval.

Mr. Whittle added that there was discussion about the possibility of ending the consent decree earlier than the current 2033 end date. Because most major milestones have already been completed, PA DEP will review the matter with its legal department, and the Authority will do the same, to determine whether an early release is feasible. He noted that the upcoming Beaver Creek project is expected to resolve the remaining items.

Mr. Whittle noted that there is also a separate Swatara Settlement Agreement related to flow sent to Swatara and potential growth restrictions. He stated that current conditions appear favorable, and both parties are reviewing whether the capacity requirements have been met and if the Township may be released from that agreement as well. He added that PA DEP indicated they plan to use the Township's report to support CRW's long-term consent plan, demonstrating that contributing municipalities have met their obligations. This may help prevent any additional I&I removal requirements from being imposed on the Township as part of CRW's program.

Mr. Blain thanked Mr. Whittle and the GHD staff for their continued work and support.

Update on Current Construction Projects

Mr. Weaver noted that Mr. Stepansky would provide an update on the construction projects under the Township Reports.

Engineer's Report

Melissa Smith reviewed the ongoing construction projects, noting that BC/7 has been completed, and she reviewed items remaining on the punch list. She reported that the striping on Devonshire Heights Road is complete, and an ADA ramp in that area will need to be reconfigured due to drainage issues related to its original construction. She stated that this project is essentially finished, and staff are working to close it out. The PC2 Trunk Line Project is also substantially complete, with some yard restoration remaining and a portion of external repair

lining still outstanding. The Township will be working with PAC to close out that project as well.

Ms. Smith noted that the current emergency repairs contract expires in November, and staff are preparing a new contract to ensure coverage for any emergency work beyond the capability of Township crews. She also reported that PennDOT-related coordination was discussed.

Stormwater Fund

Business

Presentation by HRG for the Stormwater Asset Management Plan

Bruce Hulshizer, HRG, provided a high-level overview of the proposed Stormwater Asset Management Plan, noting that stormwater management is becoming the new focus area like sanitary sewer management and stressed the need for a comprehensive asset management program over the next ten years.

Mr. Blain noted that the Authority Board has previously discussed developing an asset management plan and stated that now is an appropriate time to revisit this effort. He stressed the need to establish a clear strategy for reviewing and managing Township assets in the coming years.

Mr. Weaver commented that the Township has experienced significant success in managing the sanitary sewer system but currently lacks a formal plan for stormwater.

Jason Hinz, HRG, noting that stormwater project selection has historically focused on projects too large for Public Works to handle. Once the Authority assumed responsibility for the stormwater system, the approach became more strategic, with projects largely coordinated alongside the sanitary sewer work required under the consent decree.

Mr. Hinz stated that as those projects begin to wind down, the timing is appropriate to take a holistic look at the entire system, as Mr. Blain suggested, and develop a long-term plan for future project implementation. That now is an appropriate time to develop such a plan.

Mr. Hinz noted that the work falls under the existing retainer agreement with HRG.

Draft 2026 Stormwater Budget and Stormwater Fee Rate Model

Mr. Weaver presented the Stormwater Budget and Stormwater Fee Rate Model. Bruce Hulshizer and HRG will take over the stormwater rate table. There is no rate increase projected for the next three (3) years.

Mr. Weaver also provided an overview of the 2026 Budget, noting that operating revenues are projected at \$3,750,141.00 and expenditures are \$3,560,150.00. He reported that the capital reserve revenues were \$141,744.00, and expenditures were \$3,507,356.00.

Mr. Weaver presented the stormwater rate model developed by GHD, explaining that stormwater data had been imported into the rate table to create the model. This information has been shared with HRG, whose financial team will take over the model in 2026 as part of the broader asset management plan. The 10-year plan will be integrated in the same manner used for the sewer system. He noted that the current model does not project any rate increases for the next several years because the Township has met its MS4 obligations and no MS4 costs are anticipated over the next five years. This period will allow time for asset management planning and for HRG to assume management of the rate model and future revenue requirements over the next 5–10 years.

Mr. Blain noted that the stormwater budget will be coming back before the Authority Board for final approval in November.

Township Reports

Update on DEP JPRP MS4 and storm sewer replacement projects

Mr. Weaver announced that he was approached by the editor of PEMA's Authority Magazine to feature the Township's stormwater MS4 program. He noted that, as part of the joint pollution reduction plan with Swatara and Susquehanna Townships, he co-authored an article that was published in the magazine's August issue.

Mr. Weaver reported that the projects HRG is designing have been coordinated with staff to a significant extent. He noted that the Township holds monthly meetings with HRG, as well as quarterly task meetings, due to the increasing demands of stormwater management. As Mr. Hulshizer previously stated, stormwater is becoming comparable in complexity to the sanitary sewer system and staffing and resource needs for stormwater have grown beyond what he originally anticipated.

Mr. Stepansky reported that the paving project discussed last quarter was completed in July, and the 2025 paving project will begin soon. Following the paving work, staff retrofitted a stormwater basin behind the Public Works campus using grant funding. This upgrade brings the basin up to current MS4 standards and provides compliance credit for the Township. He added that crews are currently working on the Lancaster Avenue section of the Clermont project, which is expected to be completed by late September or early October. Once finished, Public Works will conclude its work on the Clermont project.

Mr. Weaver added that the Public Works Basin project was funded by a grant. He will coordinate with Mr. Stepansky and the Public Works staff, with HRG assisting in preparing the reimbursement request for the project expenses.

Mr. Blain and McCormack expressed thanks and commendations to Mr. Weaver and the staff for their good work.

Engineer's Report

Jason Hinz, HRG, provided an update on the Engineer's Report. He noted that the MS4 annual reports are due at the end of September, and the team has been working with Larry Stepansky to ensure a complete submission ahead of the deadline. He highlighted ongoing projects, including the Melbourne Drive storm sewer replacement in the Forest Hills neighborhood, which is under design, and the PC3 project, with hopes that Doli can complete most of the work this year, though some restoration may carry into next year.

Mr. Hinz also reported that the Friendship YMCA Stormwater Basin Water Quality Retrofit Project is undergoing a substantial completion inspection tomorrow, which will remove it from the active project list by November. He provided an update on the US Army Corps of Engineers storm sewer inventory and condition assessment program, noting that while the total project cost is about \$225,000, only 20% of the work has been turned over to date, and the Authority is working to recoup unrecovered costs.

Lastly, Mr. Hinz recognized his colleague, Natin Briner, for her contributions to the design of many of these projects, alongside Mr. Hulshizer.

Mr. Weaver reported that the next major project will be in front of the Township building next year. The Colonial Park Phase C design is nearing completion, but because it is a federal contract, HRG advised that the stormwater work cannot be incorporated into the pedestrian project funded by the Township's grant. Consequently, the stormwater work will need to be completed beforehand, and the Township is fast-tracking this effort.

Mr. Weaver reported that a grant application for \$500,000 has been submitted, with results expected from February through April of next year. HRG will prepare the bid early in the year so that work can begin promptly once the grant is approved. Mr. Weaver noted that there will be some community disruption directly in front of the Township building, but the stormwater project is big and represents the next significant item on HRG's project list.

Adjournment

Mr. Blain announced that the next Authority Board meeting is scheduled for August 26, 2025.

Mr. Ramsey motioned to adjourn the meeting and Mr. Blain adjourned the meeting at 8:22 p.m.

Respectfully submitted,

Shellie Smith
Recording Secretary

Approved by,

Secretary

**LOWER PAXTON TOWNSHIP
AUTHORITY BOARD**

Minutes of the meeting held on November 10, 2025

A meeting of the Lower Paxton Township Authority Board was called to order at 6:45 p.m. by Chairman Blain on the above date at the Lower Paxton Township Municipal Center located at 425 Prince Street, Harrisburg, Pennsylvania. Board members present, in addition to Chairman Blain, were David Ramsey, Allen McCormack, Timothy Pramik, Yuhanna Njeim, Laura Kurtz, and Donald E. Enders, Jr. Also, in attendance were Michael Gossert, Township Manager, and Ally Lonas, Solicitor.

Pledge of Allegiance

Mr. McCormack led the Pledge of Allegiance.

General Authority -Business

Appointment of Tucker Arensberg as the Authority Solicitor
And Ratification of Engagement Letter

Mr. Pramik made a motion to approve the Appointment of Tucker Arensberg as the Authority Solicitor and Ratify the Engagement Letter. Mr. McCormack seconded the motion. Mr. Blain called for a voice vote, and there was a unanimous vote of approval.

Mr. Blain announced that the next Authority Board meeting is scheduled for November 25, 2025.

Adjournment

Mr. Ramsey motioned to adjourn the meeting and Mr. Blain adjourned the meeting at 6:51 p.m.

Respectfully submitted,

Shellie Smith
Recording Secretary

Approved by,

Secretary

	2022 Actual	2023 Actual	2024 Actual	2025 Budget	2026 Projected	2027 Projected	2028 Projected	2029 Projected	2030 Projected	2031 Projected	2032 Projected	2033 Projected	2034 Projected	2035 Projected	2036 Projected	2037 Projected	2038 Projected	2039 Projected	2040 Projected	2041 Projected	2042 Projected	2043 Projected	2044 Projected		
Users and Rates																									
Total EDUs																									
New EDUs	26,718	27,082	27,274	27,376	27,478	27,590	27,682	27,784	27,886	27,988	28,090	28,192	28,294	28,396	28,498	28,600	28,702	28,804	28,906	29,008	29,110	29,212	29,314		
Rate Increase	150	374	182	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102	102		
Quarterly Rate	\$ 153	\$ 164	\$ 165	\$ 166	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165		
Annual Rate	\$ 612	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632	\$ 632		
Annual Rate Increase	0.0%	3.3%	0.0%	0.0%	3.2%	3.1%	3.0%	2.9%	2.8%	2.7%	3.1%	2.9%	2.8%	2.7%	3.0%	2.9%	2.8%	2.7%	2.6%	0.0%	0.0%	0.0%	0.0%	0.0%	
Tapping Fee Estimate	\$ 2,000	\$ 2,000	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950	\$ 2,950			
Acct 36 - Operating Fund																									
Operating Revenue																									
341 - Interest Earnings ^(a)	\$ 269,406	\$ 945,444	\$ 1,189,103	\$ 940,000	\$ 860,000	\$ 760,000	\$ 660,000	\$ 560,000	\$ 460,000	\$ 360,000	\$ 387,702	\$ 359,226	\$ 339,237	\$ 331,986	\$ 351,898	\$ 380,225	\$ 419,191	\$ 451,412	\$ 556,897	\$ 654,384	\$ 764,015	\$ 871,534			
35X10 - Construction/Grants	\$ 153	\$ 164	\$ 165	\$ 166	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165	\$ 165		
35X10 - Other Royalty Charges	\$ 16,651,516	\$ 17,347,758	\$ 17,174,884	\$ 17,400,000	\$ 17,915,858	\$ 18,533,768	\$ 19,155,544	\$ 19,782,208	\$ 20,301,008	\$ 20,835,624	\$ 21,573,120	\$ 22,328,864	\$ 23,087,804	\$ 23,852,640	\$ 24,658,280	\$ 25,282,400	\$ 25,946,600	\$ 26,614,895	\$ 26,793,640	\$ 26,891,888	\$ 27,088,158				
364-11 - Sewer Tapping Fees	\$ 404,334	\$ 295,889	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000			
364-12/364.15/390 - Reimbursements & Misc.	\$ 19,745	\$ 1,508,733	\$ 715,706	\$ 120,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000			
Total Revenue	\$ 17,355,500	\$ 20,097,857	\$ 19,356,884	\$ 18,760,000	\$ 19,196,556	\$ 19,644,660	\$ 20,166,844	\$ 20,693,100	\$ 21,111,900	\$ 21,645,524	\$ 22,311,722	\$ 23,038,190	\$ 23,776,041	\$ 24,535,526	\$ 25,197,110	\$ 25,985,198	\$ 26,677,733	\$ 27,384,987	\$ 27,511,456	\$ 27,711,188	\$ 27,902,924	\$ 28,106,803	\$ 28,308,572		
Operating Expenditures																									
4400 - General Services	\$ 2,931,851	\$ 3,053,689	\$ 2,944,115	\$ 1,258,887	\$ 1,243,000	\$ 1,322,597	\$ 1,355,652	\$ 1,424,292	\$ 1,459,300	\$ 1,496,337	\$ 1,533,807	\$ 1,572,152	\$ 1,611,456	\$ 1,651,743	\$ 1,691,036	\$ 1,733,562	\$ 1,778,746	\$ 1,823,216	\$ 1,868,785	\$ 1,915,516	\$ 1,963,403	\$ 2,012,488			
500 - Admin & Admin	\$ 14,428	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445	\$ 14,445			
500 - Prof Svcs	\$ 2,783,333	\$ 2,903,609	\$ 2,807,833	\$ 1,130,267	\$ 1,198,524	\$ 1,187,487	\$ 1,217,174	\$ 1,247,603	\$ 1,278,793	\$ 1,310,763	\$ 1,343,532	\$ 1,377,121	\$ 1,411,549	\$ 1,446,837	\$ 1,493,008	\$ 1,520,083	\$ 1,558,086	\$ 1,597,038	\$ 1,636,864	\$ 1,677,888	\$ 1,719,836	\$ 1,806,902			
600/700 - Utilities & Misc.	\$ 73,630	\$ 73,612	\$ 55,271	\$ 67,000	\$ 68,675	\$ 70,392	\$ 72,152	\$ 73,955	\$ 75,804	\$ 77,699	\$ 78,942	\$ 81,633	\$ 85,766	\$ 87,910	\$ 90,108	\$ 92,360	\$ 94,666	\$ 97,036	\$ 101,948	\$ 104,497	\$ 107,110				
440/54/410 - Operation	\$ 353,340	\$ 330,819	\$ 2,206,934	\$ 1,955,554	\$ 2,002,792	\$ 2,054,554	\$ 2,105,918	\$ 2,155,565	\$ 2,212,530	\$ 2,267,843	\$ 2,324,539	\$ 2,382,653	\$ 2,442,216	\$ 2,503,274	\$ 2,565,856	\$ 2,630,003	\$ 2,695,753	\$ 2,763,147	\$ 2,832,225	\$ 2,903,031	\$ 2,975,607	\$ 3,049,937	\$ 3,126,247		
400 - Supp & Admin	\$ 17,095	\$ 24,788	\$ 12,923	\$ 20,000	\$ 20,500	\$ 21,013	\$ 21,538	\$ 22,076	\$ 22,628	\$ 23,194	\$ 23,774	\$ 24,368	\$ 24,977	\$ 25,602	\$ 26,242	\$ 26,889	\$ 27,570	\$ 28,256	\$ 28,866	\$ 29,600	\$ 30,432	\$ 31,193			
400 - Repairs & Maintenance	\$ 55,924	\$ 107,280	\$ 136,131	\$ 93,000	\$ 95,325	\$ 105,221	\$ 100,151	\$ 107,851	\$ 110,548	\$ 113,311	\$ 116,144	\$ 119,048	\$ 122,024	\$ 125,075	\$ 128,202	\$ 131,407	\$ 134,692	\$ 138,059	\$ 141,510	\$ 145,448	\$ 148,674				
500 - Prof Svcs	\$ 194,834	\$ 132,820	\$ 2,004,078	\$ 1,766,554	\$ 1,820,968																				

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Sanitary Sewer Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
OPERATING REVENUES:						
36-3001-341.01	Interest Earnings	\$ 1,189,109	\$ 940,000	\$ -	\$ 860,000	Estimated at 3.5-4.0% of operating reserves; <i>rates anticipated to decline aggressively in 2026/onward.</i>
36-3001-352.10	Federal - BAB Bond Subsidy	-	-	-	-	
36-3001-359.01	Local - Harrisburg Settlement	-	-	-	-	
36-3001-364.10	Sewer - Rent Charges	17,174,964	17,400,000	-	17,915,656	Estimated 27,478 EDU's at new rate of \$163/quarter, with estimated 102 EDU annual growth.
36-3001-364.11	Sewer - Tapping Fees	277,105	300,000	-	300,000	One-time fees of \$3,143/EDU in Beaver Creek (BC) and \$2,685 in Paxton Creek (PC) for new connections; estimated 102 EDU's.
36-3001-364.12	Sewer - Misc Reimbursements	70,402	120,000	-	120,000	Developer escrow charges for reimbursement of incurred engineering/inspection charges, and reimbursements from CRW partners for shared rate consultant/attorney costs.
36-3001-364.15	Sewer - Stormwater Mng Reimb	-	-	-	-	<i>Shifted majority of Management Agreement billing relative to payroll/benefits directly from Township to Sewer and Stormwater in 2022.</i>
36-3001-387.05	Contributions - Developers	-	-	-	-	
36-3001-391.10	Proceeds - Sales of Fixed Assets	-	-	-	-	Sale of excess Commerce Park land.
36-3001-392.40	Transfers In - Stormwater Fund	-	-	-	-	
36-3001-393.10	Proceeds - Debt Issuance - Operations	240,231	-	-	-	Represents final reimbursements for PennVest loan retainage; <i>loan fully drawn and closed in 2024.</i>
TOTAL SANITARY SEWER FUND OPERATING REVENUES		18,951,811	18,760,000	-	19,195,656	
OPERATING EXPENDITURES:						
36-4400-429.300	Supp & Admin - Office Supplies	25,182	27,150	-	29,000	Shared general office supplies and related costs, including water consumption monthly coordination charges and printing costs for outsourced bill management (<i>postage below</i>).
36-4400-429.306	Supp & Admin - IT Supplies	696	500	-	1,000	
36-4400-429.310	Supp & Admin - Bank Fees	5,118	8,950	-	9,500	Reduced to allocated bond fees and ACH transactional fees (\$0.50/transaction); no further banking fees.
36-4400-429.312	Supp & Admin - Advertising	2,106	2,000	-	2,000	Represents shared cost on general advertising for meetings/bids and vacancies.
36-4400-429.314	Supp & Admin - Postage	15,929	17,000	-	19,000	Minor reimbursements to Township for internal postage, and shared cost of outsourced billing postage.
36-4400-429.322	Supp & Admin - Training/Seminars	12,281	6,000	-	9,000	Represents shared cost of trade association dues, UCC renewals, and training/conferences for staff and administration.
36-4400-429.500	Prof Svcs - Solicitor & Debt Collection	74,570	110,000	-	110,000	Represents Solicitor/ legal counsel costs, <i>reducing for reduced pass-through fees from new collections agency.</i>
36-4400-429.510	Prof Svcs - Engineering Services	166,759	152,000	-	150,000	General engineering support related to program administration and operating activities, including intermunicipal agreement assessments and negotiations.
36-4400-429.512	Prof Svcs - CRW Rate Services	6,328	110,400	-	60,000	Support for rate study and database assessments, including CRW rates (partner reimbursement share in revenues above) and related contractual agreements.
36-4400-429.520	Prof Svcs - Accounting & Auditing	8,240	13,000	-	13,000	Represents 25% share of estimated audit costs, and allocation of applicable Single Audit costs.
36-4400-429.521	Prof Svcs - Contracted Labor	4,350	-	-	-	

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Sanitary Sewer Fund

Account Number	Account Title	2024 Actual	2025 Adopted Budget	2025 Projected Actual	2026 Proposed Budget	Notes/Remarks
36-4400-429.530	Prof Svcs - Township Management Admin Reimbursements	441,421	623,577	-	643,000	Reimbursement for shared Township administrative/ operational staff, cleaning, and information technology consulting support.
36-4400-429.535	Prof Svcs - Township Admin Rents	34,432	35,500	-	35,500	Represents shared general rent costs (from Management Agreement with Township) for municipal center.
36-4400-429.660	Utilities - Stormwater Fees	-	-	-	-	
36-4400-429.542	Prof Svcs - IT Subscriptions/Licenses	58,922	73,000	-	80,000	Various allocated costs for shared arrangements on subscriptions and licenses with Township and Authority operations, including cloud-based utility programs and records management system; <i>increased for Sewer AI subscription</i> .
36-4400-429.570	Prof Svcs - Copier Maintenance Contracts	4,040	3,550	-	4,000	Represents share of allocated costs for shared arrangements on copier/scanner leases and maintenance contracts.
36-4400-429.598	Prof Svcs - Communications & Newsletter Services	8,770	9,240	-	9,000	Shared third-party communications provider.
36-4400-429.670	Utilities - Telephone & Alarm	20,553	20,000	-	20,000	Allocated share of office, cellular, and iPad telecommunication charges and charges for modems for sewer flow meters and pump station alarms.
36-4400-429.740	Misc - Real Estate Tax Expense	-	-	-	-	
36-4400-486.730	Misc - Liability & Casualty Insurances	34,718	47,000	-	49,000	Allocated share of annual casualty and liability (general and public officials, including cyberliability) insurance costs bound with the Township and Authority.
Administration - General Services Expenditures Subtotal		924,416	1,258,867	-	1,243,000	
36-4405-429.302	Supp & Admin - Building Supplies	3,480	8,000	-	6,000	Allocated share for miscellaneous facility supplies.
36-4405-429.326	Supp & Admin - Uniforms	4,570	4,000	-	4,000	Allocated share of contract allowances.
36-4405-429.352	Supp & Admin - Small Tools/Equipment	4,873	8,000	-	8,000	Represents shared cost on small tools and related equipment.
36-4405-429.402	R&M - Pump Station Maintenance	8,690	20,000	-	20,000	Maintenance and repairs to pump station equipment and their related facilities.
36-4405-429.400	R&M - Facilities Maintenance	9,091	8,000	-	8,000	Allocated share of general facilities maintenance costs.
36-4405-429.420	R&M - Vehicle Maintenance	18,444	15,000	-	20,000	Allocated share of vehicle maintenance and related repairs costs.
36-4405-429.460	R&M - Sewer Line Maintenance	99,906	50,000	-	50,000	Supplies and minor equipment related to sewer repairs and maintenance needs, including \$10,000 estimate for engineering support for relating projects.
36-4405-429.530	Prof Svcs - Township Management Program Reimbursements	1,850,550	1,591,622	-	1,639,370	Reimbursement for shared Township staff relative to sewer field labor and management.
36-4405-429.535	Prof Svcs - Township Program Rents	9,600	9,600	-	9,600	Represents shared general rent costs (from Management Agreement with Township) relative to field labor facilities.
36-4405-429.572	Prof Svcs - Cleaning Services	1,000	3,500	-	3,500	Allocated share of monthly cleaning services for facilities.
36-4405-429.579	Prof Svcs - Enterprise Vehicle Leases	97,328	121,332	-	121,322	Allocated share of monthly rental charges for portion of fleet utilized for sewer management functions.
36-4405-429.581	Prof Svcs - DEP/Related Fines	6,250	6,500	-	3,000	Estimated fines for four (4) overflows in BC annually (\$750/each), tied to Second Consent Order with DEP.
36-4405-429.582	Prof Svcs - PA One Call Services	38,557	42,000	-	42,000	Represents 50% shared cost of estimated 4,500 annual one-call tickets to mark stormwater facilities, through third party contractor.
36-4405-429.588	Prof Svcs - PennDOT Expenses	794	2,000	-	2,000	Engineering and minor supply costs relative to State road projects.
36-4405-429.710	Misc - Depreciation	-	-	-	-	
36-4405-429.600	Utilities - Vehicle Fuel	23,835	30,000	-	30,000	Allocated share of gasoline for above vehicles.
36-4405-429.568	Prof Svcs - Springford Treatment Plant	-	-	-	-	
36-4405-429.610	Utilities - Electric	3,521	4,000	-	4,000	Allocated share of facilities electric.

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Sanitary Sewer Fund

Account Number	Account Title	2024 Actual	2025 Adopted Budget	2025 Projected Actual	2026 Proposed Budget	Notes/Remarks
36-4405-429.612	Utilities - Electric - Pumps	17,412	20,000	-	20,000	Direct electric costs for sewer pumps and pump stations.
36-4405-429.620	Utilities - Natural Gas	2,372	4,800	-	4,800	Allocated share of facilities natural gas.
36-4405-429.630	Utilities - Water	5,338	5,200	-	5,200	Allocated share of facilities water.
36-4405-429.632	Utilities - Water - Pumps	1,324	2,000	-	2,000	Direct water costs for sewer pumps and pump stations.
36-4410-429.560	Prof Svcs - Swatara Transmision/Treatment	2,019,050	2,450,000	-	2,371,627	Billings for actual transmission and treatment of sewage by Swatara Township Authority, based on EDU's.
36-4410-429.562	Prof Svcs - Swatara Flow Surcharges	22,453	35,000	-	25,000	Surcharges levied for excessive flows into Swatara's treatment system.
36-4410-429.564	Prof Svcs - CRW Transmission/Treatment	3,608,902	4,350,000	-	4,350,000	Billings for actual transmission and treatment of sewage by Capital Region Water (CRW), based on 2023 rates, <i>2024/25 increase rates/charges under dispute</i> .
36-4410-429.566	Prof Svcs - Paxtang Transmission	9,788	13,000	-	13,390	Billings for transmission of sewage through Paxtang Borough via the Spring Creek Interceptor.
Sewer Operations & Transmission Expenditures Subtotal		7,867,127	8,803,554	-	8,762,809	
36-4700-471.800	Debt - Principal - Capital Leases	-	-	-	-	<i>Last lease payment for Wheel Loader in 2023; recent acquisitions have been cash purchases.</i>
36-4700-471.802	Debt - Principal - 2006 Bonds	-	-	-	-	
36-4700-471.803	Debt - Principal - 2009A Bonds	-	-	-	-	
36-4700-471.804	Debt - Principal - 2009B Bonds	-	-	-	-	
36-4700-471.805	Debt - Principal - 2009C Bonds	-	-	-	-	
36-4700-471.806	Debt - Principal - 2009D Bonds	-	-	-	-	
36-4700-471.807	Debt - Principal - 2009 PennVest Loan	-	-	-	-	Debt was refunded fully in 2022 for long-term savings; see <i>2022 bond debt below</i> .
36-4700-471.810	Debt - Principal - 2010B Bonds	-	-	-	-	
36-4700-471.811	Debt - Principal - 2010C Bonds	-	-	-	-	
36-4700-471.815	Debt - Principal - 2013 Bonds	-	-	-	-	
36-4700-471.817	Debt - Principal - 2014 Bonds	570,000	590,000	-	605,000	<i>Annual principal payments due on each bond issuance.</i>
36-4700-471.818	Debt - Principal - 2015 Bonds	1,845,000	1,945,000	-	2,005,000	
36-4700-471.819	Debt - Principal - 2016 Bonds	590,000	615,000	-	635,000	
36-4700-471.820	Debt - Principal - 2019 PennVest Loan	579,156	573,354	-	582,084	Final draws made, loan closed, and final amortization issued in 2024; due monthly.
36-4700-471.822	Debt - Principal - 2019 Bonds	210,000	195,000	-	205,000	
36-4700-471.823	Debt - Principal - 2020A Bonds	535,000	545,000	-	560,000	
36-4700-471.824	Debt - Principal - 2020B Bonds	-	-	-	-	
36-4700-471.826	Debt - Principal - 2020C Bonds	335,000	335,000	-	340,000	
36-4700-471.827	Debt - Principal - 2022 Bonds	470,000	490,000	-	510,000	
36-4700-471.828	Debt - Principal - 2024 Bonds	-	5,000	-	5,000	
36-4700-472.800	Debt - Interest - Capital Leases	-	-	-	-	
36-4700-472.802	Debt - Interest - 2006 Bonds	-	-	-	-	
36-4700-472.803	Debt - Interest - 2009A Bonds	-	-	-	-	
36-4700-472.804	Debt - Interest - 2009B Bonds	-	-	-	-	
36-4700-472.805	Debt - Interest - 2009C Bonds	-	-	-	-	
36-4700-472.806	Debt - Interest - 2009D Bonds	-	-	-	-	
36-4700-472.807	Debt - Interest - 2009 PennVest Loan	-	-	-	-	Debt was refunded fully in 2022 for long-term savings; see <i>2022 bond debt below</i> .
36-4700-472.810	Debt - Interest - 2010B Bonds	-	-	-	-	
36-4700-472.811	Debt - Interest - 2010C Bonds	-	-	-	-	

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Sanitary Sewer Fund

Account Number	Account Title	2024 Actual	2025 Adopted Budget	2025 Projected Actual	2026 Proposed Budget	Notes/Remarks
36-4700-472.815	Debt - Interest - 2013 Bonds	-	-	-	-	
36-4700-472.817	Debt - Interest - 2014 Bonds	66,035	46,080	-	28,450	Bi-annual interest payments due on each bond issuance.
36-4700-472.818	Debt - Interest - 2015 Bonds	339,875	264,075	-	200,112	
36-4700-472.819	Debt - Interest - 2016 Bonds	337,281	313,181	-	294,134	
36-4700-472.820	Debt - Interest - 2019 PennVest Loan	172,629	165,592	-	156,862	Due monthly.
36-4700-472.822	Debt - Interest - 2019 Bonds	1,513,650	1,505,550	-	1,497,550	
36-4700-472.823	Debt - Interest - 2020A Bonds	944,850	934,050	-	920,200	
36-4700-472.824	Debt - Interest - 2020B Bonds	-	-	-	-	
36-4700-472.826	Debt - Interest - 2020C Bonds	762,759	759,556	-	755,901	
36-4700-472.827	Debt - Interest - 2022 Bonds	177,200	158,000	-	138,000	
36-4700-472.828	Debt - Interest - 2024 Bonds	415,083	732,425	-	737,275	
36-4700-472.829	Debt - Interest - 2025 Bonds	-	-	-	220,752	2025 Bonds PFM wrap interest only 2026
Debt Service Expenditures Subtotal		9,863,518	10,171,863	-	10,396,320	
TOTAL SANITARY SEWER FUND OPERATING EXPENDITURES		18,655,061	20,234,284	-	20,402,129	
NET TOTAL SANITARY SEWER FUND CHANGE IN OPERATING RESERVES		296,749	(1,474,284)	-	(1,206,473)	
Net Financial Operating Reserves - Beginning		23,639,835	23,936,584	23,936,584	23,936,584	
NET FINANCIAL OPERATING RESERVES - ENDING		\$ 23,936,584	\$ 22,462,300	\$ 23,936,584	\$ 22,730,111	

CAPITAL RESERVE REVENUES:						
36-3900-341.04	Interest Earnings - PLGIT Bonds	\$ 467,456	\$ 222,000	\$ 100,000	Estimated at bond arbitrage yield ("allowable") values based on estimated draw schedules reducing principal; <i>any excess earnings accumulated for later remittance to the IRS if required</i> .	
36-3900-351.04	Federal - Sewer Grants	-	-	-	Awarded CFA grant for PC-3E project.	
36-3900-354.04	State - Sewer Grants	1,000,000	200,000	-	Interfund transfers for Federal ARPA grant (in Township name) for PC-3E project.	
36-3900-392.01	Transfers In - Township Capital Funds	545,991	1,400,826	-	Recognition of 2024 bond issuance for BC-7/8, PC-3E, and BC Force Main projects and related engineering/in-house costs.	
36-3900-393.10	Proceeds - Debt Issuance - Capital	15,907,603	-	-		
TOTAL SANITARY SEWER FUND CAPITAL RESERVE REVENUES		17,921,050	1,822,826	100,000		
CAPITAL RESERVE EXPENDITURES:						
36-4700-475.880	Debt - Issuance Costs	201,357	-	-	Issuance costs (financial advisor, bond counsel, underwriters, etc.) relative to above debt issuance transaction(s).	
36-4800-429.940	Capital - Paxton Creek Act 537 Improvements	-	700,000	-		
36-4800-429.941	Capital - Beaver Creek Act 537 Improvements	1,115,640	-	5,000	GHD MH's in BC ROW Improvements Engineering Only	
36-4800-429.942	Capital - Swatara Act 537 Improvements	-	-	-		
36-4900-429.910	Capital - Equipment Purchases	72,289	48,500	345,000	20% share of crew equipment, dump truck, 350, 550 trucks and operations skid loader replacement, 50/50 share with PW/Storm vehicle lifts and 50/50 share strom for Ops facility Office retrofit	
36-4900-429.920	Capital - Facilities Improvements	29,920	-	-	Allocated share of HVAC improvements at Sewer Operations facility.	
36-4900-429.940	Capital - Engineering GIS	6,527	20,000	30,000	Engineering assistance with continued mini-basin GIS updates.	

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Sanitary Sewer Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
36-4900-429.941	Capital - Engineering Data Analysis	110,035	95,000	-	95,000	Engineering assistance for data analysis metering data and BC modeling, reporting, and management/Board support.
36-4900-429.942	Capital - Engineering Meetings & Reporting	39,664	-	-	-	Consolidated into 429.941 above.
36-4900-429.943	Capital - Mainline Repairs	347,937	1,600,000	-	300,000	Estimated annual maintenance and main line sewer repairs necessary in system, with minor engineering support.
36-4900-429.944	Capital - Metering	32,234	35,000	-	35,000	Metering data, maintenance, and replacement costs relative to sewer flow monitoring.
36-4900-429.950	Capital - PC-1 Sewer Improvements	-	-	-	-	
36-4900-429.951	Capital - PC-2 Sewer Improvements	153,414	1,650,000	-	-	project completed in 2025
36-4900-429.952	Capital - PC-3 Sewer Improvements	2,175,539	10,000,000	-	1,600,000	Expected June 2026 completion, includes final overlay paving and punch list items
36-4900-429.953	Capital - PC-4 Sewer Improvements	-	-	-	-	
36-4900-429.954	Capital - PC-5 Sewer Improvements	-	-	-	-	
36-4900-429.955	Capital - PC-6 Sewer Improvements	-	-	-	-	
36-4900-429.959	Capital - PCGD Sewer Improvements	-	-	-	-	
36-4900-429.960	Capital - BC-1 Sewer Improvements	-	-	-	-	
36-4900-429.961	Capital - BC-2/5 Sewer Improvements	2,232	-	-	-	
36-4900-429.962	Capital - BC-3 Sewer Improvements	-	-	-	-	
36-4900-429.963	Capital - BC-4 Sewer Improvements	-	-	-	-	
36-4900-429.965	Capital - BC-6 Sewer Improvements	-	-	-	-	
36-4900-429.966	Capital - BC-7 Sewer Improvements	3,281,838	250,000	-	-	project completion in 2025.
36-4900-429.968	Capital - BC-9 Sewer Improvements	-	-	-	-	
36-4900-429.970	Capital - SC-1 Sewer Improvements	-	-	-	-	
36-4900-429.971	Capital - SC-2 Sewer Improvements	-	-	-	-	
36-4900-429.980	Capital - McIntosh Rd Bridge Sewer	-	-	-	-	
36-4900-429.981	Capital - Red Top Rd Bridge Sewer	-	-	-	-	
36-4900-429.530	Prof Svcs - Sewer PW Capital Management Reimbursements	7,492	-	-	-	Shift of capital estimate from Management Agreement for in-house Public Works paving/related support for sewer improvement projects.
TOTAL SANITARY SEWER FUND CAPITAL RESERVE EXPENDITURES		7,576,118	14,398,500	-	2,410,000	
NET TOTAL SANITARY SEWER FUND CHANGE IN CAPITAL RESERVES		10,344,931	(12,575,674)	-	(2,310,000)	
Net Financial Capital Reserves - Beginning		3,126,247	13,471,179	13,471,179	13,471,179	
NET FINANCIAL CAPITAL RESERVES - ENDING		\$ 13,471,179	\$ 895,505	\$ 13,471,179	\$ 11,161,179	

<u>Change in Operating Revenues/Expenditures Statistics</u>	2025 Budget		2025 Projected	
	vs. 2026 Budget	vs. 2026 Budget	vs. 2026 Budget	vs. 2026 Budget
Increase (Decrease) in Operating Revenues	\$ 435,656	\$ 19,195,656		
Increase (Decrease) in Operating Expenditures	\$ 167,845	\$ 20,402,129		

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Sanitary Sewer Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
OPERATING REVENUES:						
36-3001-341.01	Interest Earnings	\$ 1,189,109	\$ 940,000	-	\$ 860,000	Estimated at 3.5-4.0% of operating reserves; <i>rates anticipated to decline aggressively in 2026/onward.</i>
36-3001-352.10	Federal - BAB Bond Subsidy	-	-	-	-	
36-3001-359.01	Local - Harrisburg Settlement	-	-	-	-	
36-3001-364.10	Sewer - Rent Charges	17,174,964	17,400,000	-	17,915,656	Estimated 27,478 EDU's at new rate of \$163/quarter, with estimated 102 EDU annual growth.
36-3001-364.11	Sewer - Tapping Fees	277,105	300,000	-	300,000	One-time fees of \$3,143/EDU in Beaver Creek (BC) and \$2,685 in Paxton Creek (PC) for new connections; estimated 102 EDU's.
36-3001-364.12	Sewer - Misc Reimbursements	70,402	120,000	-	120,000	Developer escrow charges for reimbursement of incurred engineering/inspection charges, and reimbursements from CRW partners for shared rate consultant/attorney costs.
36-3001-364.15	Sewer - Stormwater Mng Reimb	-	-	-	-	<i>Shifted majority of Management Agreement billing relative to payroll/benefits directly from Township to Sewer and Stormwater in 2022.</i>
36-3001-387.05	Contributions - Developers	-	-	-	-	
36-3001-391.10	Proceeds - Sales of Fixed Assets	-	-	-	-	Sale of excess Commerce Park land.
36-3001-392.40	Transfers In - Stormwater Fund	-	-	-	-	
36-3001-393.10	Proceeds - Debt Issuance - Operations	240,231	-	-	-	Represents final reimbursements for PennVest loan retainage; <i>loan fully drawn and closed in 2024.</i>
TOTAL SANITARY SEWER FUND OPERATING REVENUES		18,951,811	18,760,000	-	19,195,656	
OPERATING EXPENDITURES:						
36-4400-429.300	Supp & Admin - Office Supplies	25,182	27,150	-	29,000	Shared general office supplies and related costs, including water consumption monthly coordination charges and printing costs for outsourced bill management (<i>postage below</i>).
36-4400-429.306	Supp & Admin - IT Supplies	696	500	-	1,000	
36-4400-429.310	Supp & Admin - Bank Fees	5,118	8,950	-	9,500	Reduced to allocated bond fees and ACH transactional fees (\$0.50/transaction); no further banking fees.
36-4400-429.312	Supp & Admin - Advertising	2,106	2,000	-	2,000	Represents shared cost on general advertising for meetings/bids and vacancies.
36-4400-429.314	Supp & Admin - Postage	15,929	17,000	-	19,000	Minor reimbursements to Township for internal postage, and shared cost of outsourced billing postage.
36-4400-429.322	Supp & Admin - Training/Seminars	12,281	6,000	-	9,000	Represents shared cost of trade association dues, UCC renewals, and training/conferences for staff and administration.
36-4400-429.500	Prof Svcs - Solicitor & Debt Collection	74,570	110,000	-	110,000	Represents Solicitor/legal counsel costs, <i>reducing for reduced pass-through fees from new collections agency.</i>
36-4400-429.510	Prof Svcs - Engineering Services	166,759	152,000	-	150,000	General engineering support related to program administration and operating activities, including intermunicipal agreement assessments and negotiations.
36-4400-429.512	Prof Svcs - CRW Rate Services	6,328	110,400	-	60,000	Support for rate study and database assessments, including CRW rates (partner reimbursement share in revenues above) and related contractual agreements.
36-4400-429.520	Prof Svcs - Accounting & Auditing	8,240	13,000	-	13,000	Represents 25% share of estimated audit costs, and allocation of applicable Single Audit costs.
36-4400-429.521	Prof Svcs - Contracted Labor	4,350	-	-	-	

After recording, return to:

Kayla M. Zizzi, Esq.
Tucker Arensberg, P.C.
300 Corporate Center Drive, Suite 200
Camp Hill, PA 17011

TERMINATION OF SEWER EASEMENT

This TERMINATION OF EASEMENT (this “Easement Termination Agreement”) is dated the _____ day of November, 2025, by LOWER PAXTON TOWNSHIP AUTHORITY (“Lower Paxton”), in favor of LUIS RAFAEL VILLEGRAS AND JOANN MARIE VILLEGRAS, adult individuals (the “Villegas”).

RECITALS

WHEREAS, the Villegas are the owners of certain real property (the “Villegas Property”), by deed recorded with the Dauphin County, Pennsylvania Office for Recording of Deeds, Parcel 35-021-127, Instrument No. 20230025158, as more fully described on Exhibit A, attached hereto; and

WHEREAS, the Villegas Property is encumbered by an easement for construction, operation, maintenance, replacement, and repair of a sewage system (the “Sewer Easement”); and

WHEREAS, the Sewer Easement, described as Right-Of-Way No. 1 and Right-Of-Way No. 2, was established by that Lower Paxton Authority Right of Way Agreement, recorded September 30, 1970 with the Dauphin County, Pennsylvania Recorder of Deeds Office, at Book Q, Vol. 13, Page 200, a true and correct copy of which is attached hereto as Exhibit B; and

WHEREAS, Lower Paxton desires to terminate, release, and extinguish the Sewer Easement, specifically Right-Of-Way No. 2, but excluding Right-Of-Way No. 1.

TERMINATION

NOW, THEREFORE, intending to be legally bound hereby, Lower Paxton hereby agrees as follows:

1. Incorporation. The Recitals set forth above and Exhibits attached hereto are incorporated herein by reference as though fully set forth.
2. Termination of Easement. Lower Paxton terminates, releases, and extinguishes that portion of the Sewer Easement, identified as Right-Of-Way No. 2, and all rights thereunder with the intent that it may be forever extinguished and that the Villegas Property shall be free of Right-Of-Way No. 2. This extinguishment specifically excludes, and Lower Paxton retains all rights, title, and interest in Right-Of-Way No. 1.
3. Authority. Lower Paxton has the full right, power, and authority, and has taken all necessary government action required to enter into and carry out its obligations hereunder.

4. Miscellaneous. This Termination shall be recorded in the Dauphin County, Pennsylvania Recorder of Deeds Office. The headings herein are for convenience only and shall not affect the interpretation of this Termination.

Remainder of Page left Intentionally Blank

Signature Pages Follow

IN WITNESS WHEREOF, the party has executed this Extinguishment of Easement as of the date first written above.

WITNESS / ATTEST:

LOWER PAXTON TOWNSHIP AUTHORITY

By: _____

Name: _____

Title: _____

COMMONWEALTH OF PENNSYLVANIA

COUNTY OF DAUPHIN

On this _____ day of November, 2025, before me, the undersigned individual, personally appeared _____, _____ of LOWER PAXTON TOWNSHIP AUTHORITY and that, being authorized to do so, executed the foregoing instrument for the purposes therein contained.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

Notary Public

My commission expires:

EXHIBIT A

LEGAL DESCRIPTION OF VILLEGRAS PROPERTY

ALL that certain lot or piece of ground situate in Lower Paxton Township, County of Dauphin and Commonwealth of Pennsylvania, bounded and described as follows:

FIRST

BEGINNING at a one inch diameter iron pin placed at the intersection of the Northern right-of-way line of Blue Stone Avenue, a 50 foot street and the Western line of Lot No. 35 as shown on revised portion of Blue Ridge Manor No. 3; thence along said right-of-way line of Blue Stone Avenue North eighty-six degrees (86°) thirty-six minutes (36') West fifty-five (55) feet to a point, said point being on the Northern right-of-way line of Blue Stone Avenue at the dividing line of Lot Nos. 1 and 2 Spring Acres; thence along the dividing line between Lot Nos. 1 and 2 Spring Acres for the following two courses and distances: (1) North three degrees (03°) twenty-four minutes (24') East one hundred twenty-five (125.00) feet to a point; then (2) North eighty-six degrees (86°) thirty-six minutes (36') West eighty (80.00) feet to a point at the common corner of Lot Nos. 1 and 2 of Spring Acres and Lot No. 13 as shown on revised portion of Blue Ridge Manor No. 3; thence along the dividing line between said Lot No. 13 and Lot No. 2 Spring Acres for the following two courses and distances; (1) North three degrees (03°) twenty-four minutes (24') East twenty-five (25) feet to an iron pin; then (2) North eight-six degrees (86°) thirty-six minutes (36') West seventy-five (75.00) feet to a stake and tack at the junction of Lot Nos. 12, 16 and 17 revised portion of Blue Ridge Manor No. 3 and Spring Acres Lot No. 2; thence along the dividing line between said Lot No. 16 Spring Acres North forty-six degrees (46°) forty-two minutes (42') twenty seconds (20") East thirty-four and seventeen hundredths (34.17) feet to a one inch diameter iron pin; thence through the original Lot No. 16 North two degrees (02°) twenty-one minutes (21') thirty-three seconds (33") East one hundred forty-five and fifty hundredths (145.50) feet to a one inch diameter iron pin placed twenty-two (22) feet from the original corner of Lot No. 17, revised portion of Blue Ridge Manor No. 3 at the Southern right-of-way line of Blue Flag Avenue, a 50 foot street; thence crossing Blue Flag Avenue North thirteen degrees (13°) twenty-nine minutes (29') forty-four seconds (44") East fifty and twenty-two hundredths (50.22) feet to a one inch iron pin placed twenty (20) feet from the original corner of Lot No. 27, revised portion of Blue Ridge Manor No. 3 at the Northern right-of-way line of Blue Flag Avenue; thence through said Lot No. 27 North ten degrees (10°) thirty-six minutes (36') East one hundred fifty-one and sixty-five hundredths (151.65) feet to a one inch diameter iron pin on the Southern line of Bluegrass Avenue, an unopened 50 foot right-of-way street; thence along the Southern right-of-way line of unopened Bluegrass Avenue South eighty-one degrees (81°) forty-seven minutes (47') East four hundred seventy-six and seventy-eight hundredths (476.78) feet to a point on the dedicated right-of-way line of Wenrich Street (formerly Ermawood Avenue); thence along the dedicated right-of-way line of Wenrich Street for the following three courses and distances: (1) South thirty-eight degrees (38°) twenty-eight minutes (28') ten seconds (10") West twenty-three and seventy-two hundredths (23.72) feet to a point; then (2) South thirty-three degrees (33°) forty-five minutes (45') thirty seconds (30") West two hundred thirty-eight (238) feet to a point; then (3) South thirty degrees (30°) forty-five minutes (45') thirty seconds (30") West one hundred eighteen and seventy-one hundredths (118.71) feet to a point on the Northern line of Lot No. 35 revised portion of Blue Ridge Manor No. 3; thence along said Lot No. 35 for the following two courses and distances: (1) North eighty-six degrees (86°) thirty-six minutes (36') West one hundred twenty-five and twenty-three hundredths (125.23) feet to a

one inch iron pipe; then (2) South three degrees (03°) twenty-four minutes (24') West one hundred fifty (150.00) feet to the place of BEGINNING.

SECOND

BEING Lot No. 2 on Plan of Spring Acres recorded in the Office of the Recorder of Deeds in Plan Book A-3, Page 94.

THIRD

BEING THE SAME PREMISES which Terry Lee Heller, by deed dated October 14, 1980 and recorded October 14, 1980 in the Office of the Recorder of Deeds in and for Dauphin County, Pennsylvania in Record Book 162, Page 107, granted and conveyed unto Gary L. Houck, his heirs and assigns.

EXHIBIT B

RECEIVED
RECORDER'S OFFICE
#8488
SEP 30 3 17 PM '70
DAUPHIN COUNTY LOWER PAXTON TOWNSHIP AUTHORITY
PENNA.
RIGHT OF WAY AGREEMENT

KNOW ALL MEN BY THESE PRESENTS that CHARLES E. EVITTS, JR.
and DOROTHY H. EVITTS, his wife,
of Lower Paxton Township, Dauphin County, Pennsylvania,
do hereby give and grant unto the LOWER PAXTON TOWNSHIP
AUTHORITY, Dauphin County, Pennsylvania, for and in considera-
tion of the sum of Eight Hundred Seventy Six (\$876.00)-----
Dollars to them in hand paid by the Lower Paxton Township
Authority, a right-of-way and easement to construct, operate,
maintain, replace and remove such sewage system as the grantee
may from time to time require, consisting of underground pipes,
conduits, manholes and drains, upon, over and under a strip of
land as more particularly shown on Plan of Right of Way and
description thereof hereto attached and made a part hereof;
together with the right of ingress and egress over and across
the lands of the grantors to and from said strip for the purpose
of exercising the rights herein granted; to place surface markers
beyond said strip, to clear and keep cleared all trees, roots,
brush and other obstructions from the surface and sub-surface
of said strip, and to install gates and stiles in any fences
crossing said strip, a more particular description of which is
set forth on sheet attached hereto and made a part hereof. (See
attached description and Plan).

This Right of Way is being given in lieu of the filing
of Declaration of Taking in Condemnation Proceedings under the
Eminent Domain Law of Pennsylvania.

BOOK VIII 13 PAGE 201

The said grantor is to have full use and enjoyment of said premises except for the purposes granted said grantee, and provided that said grantor shall not construct or permit to be constructed any house, structure or obstruction on or over, or that will interfere with the construction, maintenance or operation of any sewer line or appurtenances constructed hereunder, and will not change the grade over said sewer line.

Grantee further agrees to bury all pipes to a sufficient depth so as not to interfere with cultivation of the soil, and agrees to pay such damages as may arise to growing crops, timber or fences from the construction, maintenance and operation of said line.

The right-of-way hereby granted shall be subject, however, to the rights of the grantor herein in the future development of the real estate adjacent to the right-of-way to lay out and dedicate a street on, upon and over said right-of-way,

And the parties hereto, for themselves, their heirs, executors, successors and assigns, hereby covenant and agree that no structure shall be constructed or permitted on said right-of-way strip.

And the said Lower Paxton Township Authority agrees to replace and restore the top soil (and grass) necessary to be

-2-

State of Pennsylvania }
Dauphin County } S.S.

Recorded in the Office for Recording
of deeds, etc., in and for the County of Dauphin, in Miner
Book 9 Vol. 13 Page 200

Witness my hand and seal of Office
this 30th day of Sept Anno Domini 1920
May F. Naan Recorder

removed in the construction and maintenance of the sewage system as soon as possible to its original contour and condition.

IN WITNESS WHEREOF, the parties hereto have hereunto set their hands and seals this 17th day of September,
A.D., 1970.

In the Presence of:

Joseph T. Tork

Charles E. Evitts, Jr. (SEAL)

Charles E. Evitts, Jr.

Dorothy H. Evitts (SEAL)

Dorothy H. Evitts

COMMONWEALTH OF PENNSYLVANIA)

SS:

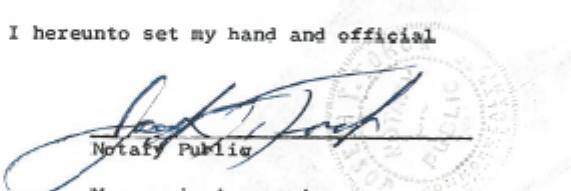
COUNTY OF DAUPHIN)

On this, the 17th day of September, 1970, before me, a Notary Public in and for the State and County above named, the undersigned officer, personally appeared CHARLES E. EVITTS, JR. and DOROTHY H. EVITTS, his wife, and known to me (or satisfactorily proven) to be the persons whose names are subscribed to the within instrument, and acknowledged that they executed the same for the purpose therein contained.

IN WITNESS WHEREOF, I hereunto set my hand and official seal.

I HEREBY CERTIFY that the above residence of the Grantees in the within instrument is 81 South Hawk's Road, Harrisburg, Pennsylvania

Robert E. Kinney
Robert E. Kinney, Solicitor for
Lower Paxton Township Authority


Notary Public
My commission expires:

(SEAL)

JOSEPH T. TORK, Notary Public
Lower Paxton Twp. Dauphin Co., Pa.
My Commission Expires May 4, 1974

BOOK VOL 13 PAGE 203

SEWER RIGHT-OF-WAY
TO BE ACQUIRED FROMCHARLES E. EVITTS, JR. AND
DOROTHY H. EVITTS, HIS WIFE

BY

LOWER PAXTON TOWNSHIP AUTHORITY

DESCRIPTION FOR
RIGHT-OF-WAY NO. 1

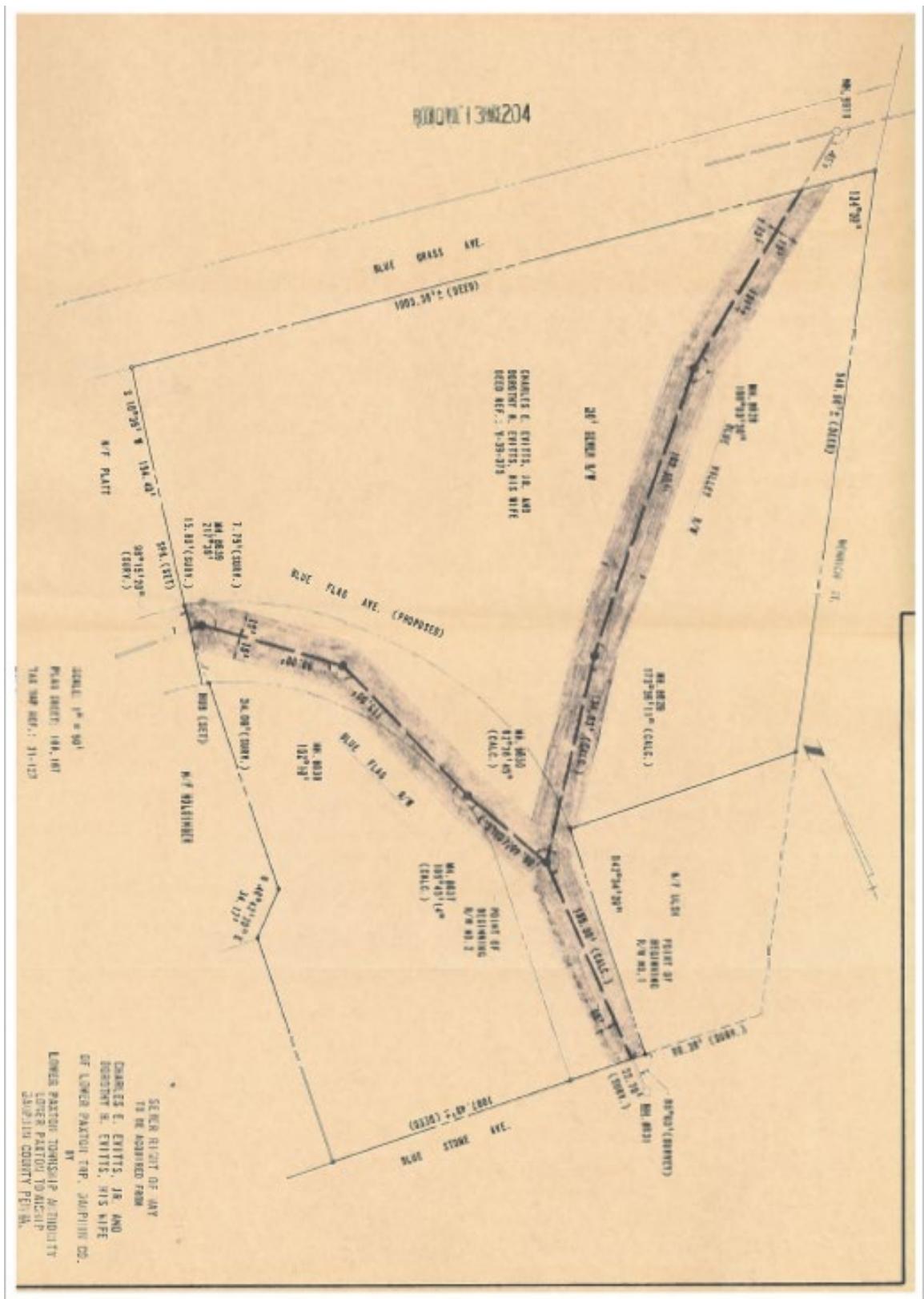
BEGINNING at a point on the southerly line of property of Charles E. Jr. and Dorothy H. Evitts and the northerly right-of-way line of Blue Stone Avenue, said point being distant 86.36 feet and measured in a westerly direction along said right-of-way line from the intersection of said right-of-way line with the westerly right-of-way line of Wenrich Street; thence northwardly through the Evitts property, 135.30 feet to a point (MH B630), said point being also the point of beginning of Right-of-Way No. 2; thence northeastwardly the following three distances; 134.63 feet to a point (MH B629); 193.00 feet to a point (MH B628); 131 feet more or less to a point on a northerly line of property of Evitts and the southerly right-of-way line of Blue Grass Avenue as shown on the attached plat.

DESCRIPTION FOR
RIGHT-OF-WAY NO. 2

BEGINNING at a point as described in Right-of-Way No. 1, said point being MH B630; thence northwestwardly and within the future right-of-way for Blue Flag Avenue (50 feet wide) the following three distances; 66.48 feet to a point (MH B637), 115.00 feet to a point (MH B638), and 93.00 feet to a point (MH B639); thence westwardly 7.75 feet to a point on the westerly line of property of the aforesaid Evitts, said point being distant 15.80 feet and measured in a southerly direction along said property line from a point, the intersection of said property line with the northerly right-of-way line of Blue Flag Avenue.

The above described lines being the center line of a permanent easement of a total width of 30 feet and included along the entire length is an additional width of 10 feet being wholly or partially on either the left or right side of the permanent easement for the purposes of construction only. Total length of sewer on property, 876 linear feet, more or less.

Easement lines to be as shown on the plat attached hereto and made a part of this description.





Township of Lower Paxton

BOND SALE DOCUMENT
General Obligation Bonds, Series of 2025

Results of Negotiated Pricing

\$5,000,000

October 8, 2025
(Parameters Resolution September 2, 2025)

Prepared by:

Zach Williard, Managing Director
Karli Keisling, Senior Managing Consultant

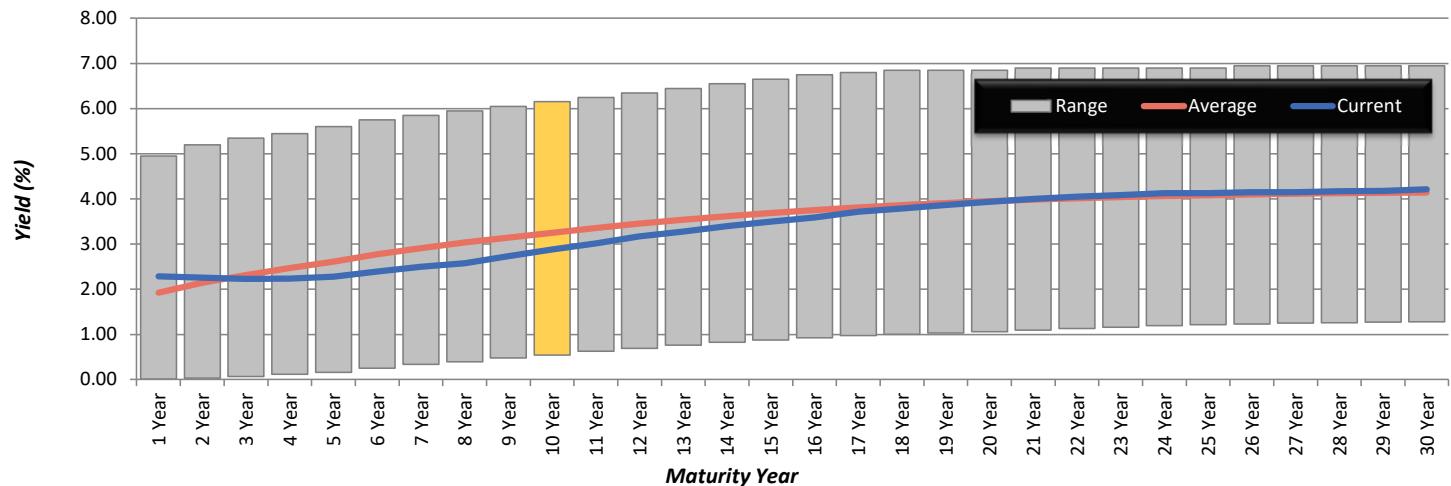


PFM Financial Advisors LLC
100 Market Street
Harrisburg, PA 17101
717.231.6265 (P)
www.pfm.com

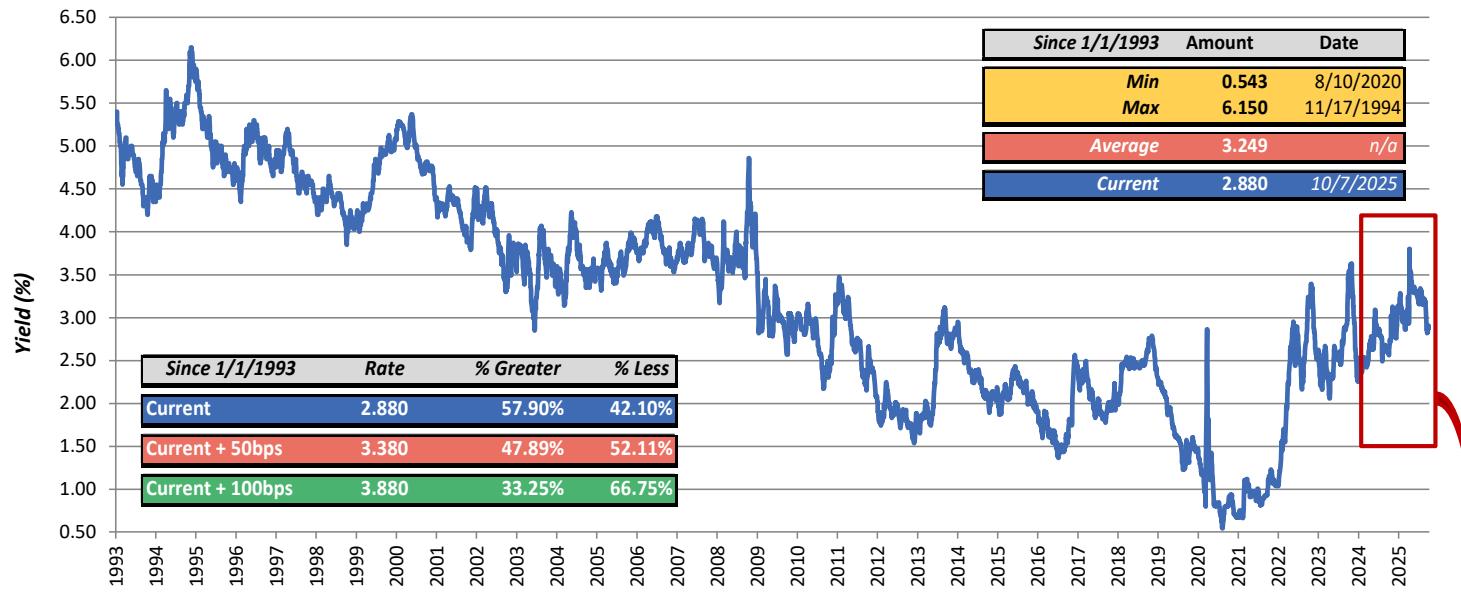
MUNICIPAL MARKET UPDATE

October 7, 2025

HISTORICAL BVAL CURVE ILLUSTRATION - SINCE JANUARY 1, 1993 [1]



SPOT ANALYSIS - 10 YEAR BVAL - SINCE JANUARY 1, 1993 [1]



SPOT ANALYSIS - 10 YEAR BVAL - SINCE JANUARY 1, 2024



[1] Datapoints prior to January 4, 2010 are provided by MMD, datapoints after January 4, 2010 are provided by BVAL.

CREDIT OPINION

30 September 2025



Send Your Feedback

Contacts

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CLIENT SERVICES

Americas	1-212-553-1653
Asia Pacific	852-3551-3077
Japan	81-3-5408-4100
EMEA	44-20-7772-5454

Township of Lower Paxton, PA

Update to credit analysis

Summary

Lower Paxton Township, PA (Aa2) benefits from a favorable location adjacent to Harrisburg, the capital of the Commonwealth of Pennsylvania (Aa2 stable), driving a strong commercial sector, steady population growth, and high resident incomes. The township's credit profile is also supported by its ample financial position that is expected to remain strong over the near term. Overall leverage and fixed costs are elevated due to debt associated with a sewer system consent decree, but are manageable and supported by strong sewer operations.

Credit strengths

- » Well managed financial position with strong reserves and liquidity
- » Favorable location adjacent to the state capital, driving tax base growth
- » Above-average resident income levels

Credit challenges

- » Above-average leverage and high fixed costs, due to sewer consent decree related debt
- » Below average wealth relative to similarly rated peers

Rating outlook

We do not assign outlooks to local government credits with this amount of debt outstanding.

Factors that could lead to an upgrade

- » Increases in resident income or wealth to levels consistent with higher rated peers
- » Decrease in the long-term liabilities ratio and fixed costs ratio to 225% and 15%, respectively

Factors that could lead to a downgrade

- » Trend of structural imbalance or narrowing of reserves to near 35% of revenue
- » Significant increases in leverage without concurrent growth in revenue

Key indicators

Exhibit 1

Lower Paxton (Township of) PA

	2021	2022	2023	2024	Aa Medians
Economy					
Resident income ratio (%)	115.6%	116.6%	118.1%	N/A	114.1%
Full Value (\$000)	\$4,120,450	\$4,188,437	\$4,510,726	\$4,540,799	\$2,888,367
Population	52,925	53,601	54,088	N/A	22,430
Full value per capita (\$)	\$77,855	\$78,141	\$83,396	N/A	\$125,640
Annual Growth in Real GDP	5.2%	1.2%	1.2%	N/A	2.0%
Financial Performance					
Revenue (\$000)	\$53,648	\$61,138	\$62,400	\$68,209	\$52,335
Available fund balance (\$000)	\$34,488	\$47,654	\$45,812	\$47,283	\$29,526
Net unrestricted cash (\$000)	\$34,703	\$44,440	\$41,496	\$41,140	\$41,432
Available fund balance ratio (%)	64.3%	77.9%	73.4%	69.3%	57.1%
Liquidity ratio (%)	64.7%	72.7%	66.5%	60.3%	79.6%
Leverage					
Debt (\$000)	\$176,710	\$187,203	\$180,485	\$188,455	\$37,305
Adjusted net pension liabilities (\$000)	\$41,536	\$29,327	\$45,124	\$13,694	\$45,496
Adjusted net OPEB liabilities (\$000)	\$10,129	\$9,862	\$8,169	\$7,545	\$4,376
Other long-term liabilities (\$000)	\$2,444	\$2,582	\$2,567	\$2,986	\$1,726
Long-term liabilities ratio (%)	430.2%	374.5%	378.8%	311.8%	210.2%
Fixed costs					
Implied debt service (\$000)	\$12,667	\$12,394	\$13,074	\$12,538	\$2,477
Pension tread water contribution (\$000)	\$1,572	\$1,487	\$2,257	\$1,823	\$1,199
OPEB contributions (\$000)	\$198	\$446	\$871	\$827	\$179
Implied cost of other long-term liabilities (\$000)	\$141	\$171	\$180	\$178	\$115
Fixed-costs ratio (%)	27.2%	23.7%	26.3%	22.5%	9.6%

For definitions of the metrics in the table above please refer to the [US Cities and Counties Methodology](#) or see the Glossary in the Appendix below. Metrics represented as N/A indicate the data were not available at the time of publication. The medians come from our most recently published [US Cities and Counties Median Report](#).

The real GDP annual growth metric cited above is for the Harrisburg-Carlisle, PA Metropolitan Statistical Area.

Sources: US Census Bureau, Lower Paxton (Township of) PA's financial statements and Moody's Ratings, US Bureau of Economic Analysis

Profile

Lower Paxton Township is located in the south/central portion of the Commonwealth of Pennsylvania (Aa2 stable) in Dauphin County (A2 stable). The township is adjacent to the City of Harrisburg, which is the state capital.

Detailed credit considerations

Lower Paxton will continue to benefit from its favorable location, supporting modest population gains and above-average resident income levels. The MSA's local economy is stable, albeit growing slower than the national average by a margin of 1.2%. Located immediately adjacent to the state capital of Harrisburg, the township has a large commercial presence that accounts for roughly 25% of assessed value, including a number of office complexes and three malls. Management reports that there are currently plans for the construction of over 1,475 new single-family homes and apartment units. Additionally, the township is seeing significant redevelopment of its Colonial Park Mall and surrounding areas for mixed use spaces. The township's full valuation has increased at a compound annual rate of 5.5% over the last five years. Wealth, as measured by full value per capita, has increased from \$78,521 to \$93,935 over the same period, but remains below similarly rated peers. On the other hand, resident income is high at 115% of the national level.

The township's financial position is expected to remain strong, supported by a track record of conservative budgeting. As of year-end 2024, the available fund balance was \$47.3 million, or a robust 69.3% of revenue. Over the past five years, reserves have grown by an average of \$3.5 million annually, driven by steady gains in earned income and real estate transfer taxes, ARPA funding, and disciplined cost management. While the use of remaining ARPA funds will slightly reduce reserves in fiscal 2025, fund balance levels should

This publication does not announce a credit rating action. For any credit ratings referenced in this publication, please see the issuer/deal page on <https://ratings.moodys.com> for the most updated credit rating action information and rating history.

remain strong. Although governmental funds generate 63% of total revenue, 60% of the township's available fund balance is held by the Lower Paxton Township Authority (our analysis views the township's governmental funds and the authority on a consolidated basis), which has maintained strong reserves despite a PADEP consent decree—largely because of healthy operations with capital improvements financed by debt.

The township's leverage is elevated but manageable, supported by strong sewer system operations. After the current issuance, long-term liabilities will total 290% of revenue—primarily debt at 254%, with pension and OPEB liabilities at 20% and 11%, respectively. Most debt is tied to the Lower Paxton Township Authority, which has serviced its \$163 million share, while only \$10.3 million is backed by governmental funds. To date, the authority has serviced the debt without requiring governmental fund support. Fixed costs are high at 23% of revenue due to this debt load. The authority's borrowing stems from PADEP consent decrees requiring sewer system upgrades, which are ahead of schedule. Only \$10–\$20 million in additional debt is expected through 2032, with completion anticipated before the 2033 deadline.

ESG considerations

Environmental

Environmental considerations are not material to the township's credit profile. According to data from Moody's Climate on Demand, Dauphin County has no high physical climate risk exposures. However, the county has medium exposure to heat stress, water stress, extreme rainfall, hurricanes, and wildfire.

Social

Social considerations factored into the township's rating include its demographic profile. The township's population has seen steady, albeit modest, year-over-year growth. Resident income levels are above-average while wealth is slightly below the median. Favorably, the poverty rate of 6.0% is well below the national rate of 12.4%.

Governance

Township management has demonstrated conservative budgeting and expenditure management practices, which have resulted in growth of reserves. Furthermore, the township has taken on a considerable amount of new debt associated with its sewer authority and has to date, managed this increase in leverage with small increases in sewer charges while growing the authority's liquidity. The township has a formally adopted fund balance policy that requires minimum unassigned general fund reserves of 25% of revenue.

Rating methodology and scorecard factors

The US Cities and Counties Methodology includes a scorecard, which summarizes the rating factors generally most important to city and county credit profiles. Because the scorecard is a summary, and may not include every consideration in the credit analysis for a specific issuer, a scorecard-indicated outcome may or may not map closely to the actual rating assigned.

Exhibit 2

Lower Paxton (Township of) PA

	Measure	Weight	Score
Economy			
Resident income ratio	118.1%	10.0%	Aa
Full value per capita	93,935	10.0%	A
Economic growth metric	-1.2%	10.0%	A
Financial Performance			
Available fund balance ratio	69.3%	20.0%	Aaa
Liquidity ratio	60.3%	10.0%	Aaa
Institutional Framework			
Institutional Framework	Aa	10.0%	Aa
Leverage			
Long-term liabilities ratio	311.8%	20.0%	A
Fixed-costs ratio	22.5%	10.0%	Baa
Notching factors			
No notchings applied			
Scorecard-Indicated Outcome			Aa3
Assigned Rating			
			Aa2

The Economic Growth metric cited above compares the five-year CAGR of real GDP for Harrisburg-Carlisle, PA Metropolitan Statistical Area Metropolitan Statistical Area to the five-year CAGR of real GDP for the US.

Sources: US Census Bureau, Lower Paxton (Township of) PA's financial statements and Moody's Ratings

Appendix

Exhibit 3 Key Indicators Glossary

	Definition	Typical Source*
Economy		
Resident income ratio	Median Household Income (MHI) for the city or county, adjusted for Regional Price Parity (RPP), as a % of the US MHI	MHI: US Census Bureau - American Community Survey 5-Year Estimates RPP: US Bureau of Economic Analysis
Full value	Estimated market value of taxable property in the city or county	State repositories; audited financial statements; continuing disclosures
Population	Population of the city or county	US Census Bureau - American Community Survey 5-Year Estimates
Full value per capita	Full value / population	
Economic growth metric	Five year CAGR of real GDP for Metropolitan Statistical Area or county minus the five-year CAGR of real GDP for the US	Real GDP: US Bureau of Economic Analysis
Financial performance		
Revenue	Sum of revenue from total governmental funds, operating and non-operating revenue from total business-type activities, and non-operating revenue from internal services funds, excluding transfers and one-time revenue, e.g., bond proceeds or capital contributions	Audited financial statements
Available fund balance	Sum of all fund balances that are classified as unassigned, assigned or committed in the total governmental funds, plus unrestricted current assets minus current liabilities from the city's or county's business-type activities and internal services funds	Audited financial statements
Net unrestricted cash	Sum of unrestricted cash in governmental activities, business type activities and internal services fund, net of short-term debt	Audited financial statements
Available fund balance ratio	Available fund balance (including net current assets from business-type activities and internal services funds) / Revenue	
Liquidity ratio	Net unrestricted cash / Revenue	
Leverage		
Debt	Outstanding long-term bonds and all other forms of long-term debt across the governmental and business-type activities, including debt of another entity for which it has provided a guarantee disclosed in its financial statements	Audited financial statements; official statements
Adjusted net pension liabilities (ANPL)	Total primary government's pension liabilities adjusted by Moody's to standardize the discount rate used to compute the present value of accrued benefits	Audited financial statements; Moody's Ratings
Adjusted net OPEB liabilities (ANOL)	Total primary government's net other post-employment benefit (OPEB) liabilities adjusted by Moody's to standardize the discount rate used to compute the present value of accrued benefits	Audited financial statements; Moody's Ratings
Other long-term liabilities (OLTL)	Miscellaneous long-term liabilities reported under the governmental and business-type activities entries	Audited financial statements
Long-term liabilities ratio	Debt + ANPL + ANOL + OLTL / Revenue	
Fixed costs		
Implied debt service	Annual cost to amortize city or county's long-term debt over 20 years with level payments	Audited financial statements; official statements; Moody's Ratings
Pension tread water contribution	Pension contribution necessary to prevent reported unfunded pension liabilities from growing, year over year, in nominal dollars, if all actuarial assumptions are met	Audited financial statements; Moody's Ratings
OPEB contribution	City or county's actual contribution in a given period	Audited financial statements
Implied cost of OLTL	Annual cost to amortize city or county's other long-term liabilities over 20 years with level payments	Audited financial statements; Moody's Ratings
Fixed-costs ratio	Implied debt service + Pension tread water + OPEB contributions + Implied cost of OLTL / Revenue	

*Note: If typical data source is not available then alternative sources or proxy data may be considered. For more detailed definitions of the metrics listed above please refer to the [US Cities and Counties Methodology](#).

Source: Moody's Ratings

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WRAP STRUCTURE SCENARIO (SEWER FUND)													
Construction Fund Deposit		1	2	3	4	5	6	7	8	TOTAL			
Timing	2024 NM	2025 NM	2027 NM	2029 NM	2031 NM	2032 NM	2035 NM						
Term	March 2024	November 2025	October 2027	June 2029	February 2031	December 2032	July 2035						
Structure	25 Years	25 Years	25 Years	15 Years	25 Years	15 Years	15 Years						
BQ Status ^[1]	Wrap	Wrap	Wrap	Wrap	Wrap	Wrap	Wrap						
Call Feature	Non-Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified						
9	10	11	12	13	14	15	16	17	18	19	20	21	
Fiscal Year Ending	Existing Aggregate Debt Service	Existing Sewer Fund Debt Service	ACTUAL Debt Service	ACTUAL Debt Service	Estimated Debt Service ^[2]	Sub-Total New Debt Service	Total Sewer Fund Debt Service	Estimated Budgetary Impact					
12/31/2024	13,117,080	9,466,409	415,083							415,083	9,881,493	415,083	
12/31/2025	13,123,700	9,465,252	737,425							737,425	10,202,677	322,342	
12/31/2026	12,923,857	9,464,108	737,275	220,752						958,027	10,422,136	220,752	
12/31/2027	12,956,746	9,495,700	737,125	254,050						991,175	10,486,875	33,298	
12/31/2028	12,045,850	9,496,399	736,975	253,900	313,805					1,304,680	10,801,079	313,655	
12/31/2029	12,044,364	9,492,417	736,825	253,750	318,717	31,902				1,341,194	10,833,611	36,814	
12/31/2030	12,040,857	9,494,411	736,675	253,600	318,540	100,619				1,409,434	10,903,845	63,805	
12/31/2031	11,602,789	9,495,422	736,525	253,450	318,362	100,444	236,038			1,644,818	11,140,240	236,038	
12/31/2032	11,612,128	9,497,567	736,375	253,288	318,182	100,267	358,970			1,767,081	11,264,647	122,932	
12/31/2033	11,638,587	9,529,330	736,225	253,113	317,999	100,088	358,795	115,398		1,881,617	11,410,947	115,398	
12/31/2034	11,642,321	9,525,854	736,075	252,938	317,813	104,818	358,618	143,389		1,913,650	11,439,504	27,992	
12/31/2035	11,140,062	9,528,093	735,875	252,763	317,621	104,453	358,439	143,212	22,286	1,934,649	11,462,741	22,286	
12/31/2036	11,128,673	9,522,535	735,625	252,588	317,423	104,081	358,259	143,034		2,005,066	11,527,601	71,771	
12/31/2037	10,864,727	9,523,952	735,375	252,375	317,218	103,696	358,077	142,854		93,882	2,003,477	11,527,429	
12/31/2038	10,866,552	9,525,352	735,125	252,125	317,007	103,300	357,891	142,671		93,705	2,001,824	11,527,175	
12/31/2039	10,363,982	9,018,682	734,875	515,125	551,510	102,891	357,698	142,485		93,527	2,498,111	11,516,793	
12/31/2040	5,476,044	4,137,869	1,855,875	516,000	589,453	459,658	626,987	421,721		240,632	4,710,325	8,848,193	
12/31/2041	5,481,583	4,141,758	1,856,625	516,125	590,594	462,943	625,326	420,037		239,890	4,711,539	8,853,297	
12/31/2042	5,474,812	4,134,762	1,854,375	515,500	590,651	455,100	627,753	422,454		238,836	4,704,667	8,839,429	
12/31/2043	5,482,728	4,138,978	1,854,000	519,000	589,621	456,087	629,186	418,931		242,296	4,709,119	8,848,097	
12/31/2044	5,480,106	4,139,156	1,855,250	516,625	592,468	455,613	624,688	419,496		240,266	4,704,405	8,843,561	
12/31/2045	3,391,675	2,647,825	1,853,000	518,375	594,075		629,110	418,993		242,695	4,256,247	6,904,072	
12/31/2046	3,403,182	2,655,407	1,852,125	519,125	594,376		627,284	422,270		239,561	4,254,740	6,910,147	
12/31/2047	2,223,725	1,477,700	1,852,375	514,000	593,339		629,204	419,269		240,878	4,249,064	5,726,764	
12/31/2048	1,475,300	1,475,300	1,853,500	517,875	590,976		624,970	419,984		241,509	4,248,812	5,724,112	
12/31/2049	1,475,800	1,475,800	1,855,250	515,625	592,194		629,463			241,430	3,833,961	5,309,761	
12/31/2050	1,479,000	1,479,000		517,250	591,859		627,492			240,605	1,977,206	3,456,206	
12/31/2051				517,625	594,839		629,017				1,741,481	1,741,481	
12/31/2052					591,107		628,923				1,220,030	1,220,030	
12/31/2053					590,669		627,251				1,217,920	1,217,920	
12/31/2054							628,866				628,866	628,866	
12/31/2055							628,635				628,635	628,635	
12/31/2056							626,531				626,531	626,531	
12/31/2057													
TOTAL	229,956,229	183,445,037		30,001,833	9,976,940	12,330,413	3,345,956	13,773,467	4,756,195	3,046,051	77,230,856	260,675,893	2,002,166

Notes:

[1] Bank qualified status dependent upon additional Township projects funded throughout each calendar year.

[2] Estimated rates assume approximately 0.25% of contingency.

[3] Size, structure and timing of proposed borrowings will likely change based on project refinement - borrowings may be combined as the project evolves and the draw schedule is updated.

LOWER PAXTON TOWNSHIP

Series of 2025
(New Money)Settle
Dated
11/12/2025
11/12/2025

1	2	3	4	5	6	7	8	9
Date	Principal	Coupon	Yield	Interest	Semi-Annual Debt Service	Fiscal Year Debt Service	Existing Sewer Fund Debt Service	Total Sewer Fund Debt Service
4/1/2026				96,189.93	96,189.93			
10/1/2026				124,562.50	124,562.50	220,752.43	10,201,383.11	10,422,135.54
4/1/2027	5,000	3.000	3.000	124,562.50	129,562.50			
10/1/2027				124,487.50	124,487.50	254,050.00	10,232,824.59	10,486,874.59
4/1/2028	5,000	3.000	3.000	124,487.50	129,487.50			
10/1/2028				124,412.50	124,412.50	253,900.00	10,233,374.30	10,487,274.30
4/1/2029	5,000	3.000	3.000	124,412.50	129,412.50			
10/1/2029				124,337.50	124,337.50	253,750.00	10,229,242.16	10,482,992.16
4/1/2030	5,000	3.000	3.000	124,337.50	129,337.50			
10/1/2030				124,262.50	124,262.50	253,600.00	10,231,085.53	10,484,685.53
4/1/2031	5,000	3.000	3.000	124,262.50	129,262.50			
10/1/2031				124,187.50	124,187.50	253,450.00	10,231,946.90	10,485,396.90
4/1/2032	5,000	3.500	3.500	124,187.50	129,187.50			
10/1/2032				124,100.00	124,100.00	253,287.50	10,233,941.69	10,487,229.19
4/1/2033	5,000	3.500	3.500	124,100.00	129,100.00			
10/1/2033				124,012.50	124,012.50	253,112.50	10,265,554.96	10,518,667.46
4/1/2034	5,000	3.500	3.500	124,012.50	129,012.50			
10/1/2034				123,925.00	123,925.00	252,937.50	10,261,929.41	10,514,866.91
4/1/2035	5,000	3.500	3.500	123,925.00	128,925.00			
10/1/2035				123,837.50	123,837.50	252,762.50	10,263,967.90	10,516,730.40
4/1/2036	5,000	3.500	3.500	123,837.50	128,837.50			
10/1/2036				123,750.00	123,750.00	252,587.50	10,258,160.41	10,510,747.91
4/1/2037	5,000	5.000	3.780	123,750.00	128,750.00			
10/1/2037				123,625.00	123,625.00	252,375.00	10,259,327.09	10,511,702.09
4/1/2038	5,000	5.000	3.780	123,625.00	128,625.00			
10/1/2038				123,500.00	123,500.00	252,125.00	10,260,476.51	10,512,601.51
4/1/2039	275,000	5.000	3.780	123,500.00	398,500.00			
10/1/2039				116,625.00	116,625.00	515,125.00	9,753,557.23	10,268,682.23
4/1/2040	290,000	5.000	3.900	116,625.00	406,625.00			
10/1/2040				109,375.00	109,375.00	516,000.00	5,993,743.80	6,509,743.80
4/1/2041	305,000	5.000	4.020	109,375.00	414,375.00			
10/1/2041				101,750.00	101,750.00	516,125.00	5,998,382.60	6,514,507.60
4/1/2042	320,000	5.000	4.110	101,750.00	421,750.00			
10/1/2042				93,750.00	93,750.00	515,500.00	5,989,137.20	6,504,637.20
4/1/2043	340,000	5.000	4.210	93,750.00	433,750.00			
10/1/2043				85,250.00	85,250.00	519,000.00	5,992,978.00	6,511,978.00
4/1/2044	355,000	5.000	4.330	85,250.00	440,250.00			
10/1/2044				76,375.00	76,375.00	516,625.00	5,994,405.80	6,511,030.80
4/1/2045	375,000	5.000	4.330	76,375.00	451,375.00			
10/1/2045				67,000.00	67,000.00	518,375.00	4,500,824.80	5,019,199.80
4/1/2046	395,000	5.000	4.460	67,000.00	462,000.00			
10/1/2046				57,125.00	57,125.00	519,125.00	4,507,532.20	5,026,657.20
4/1/2047	410,000	5.000	4.460	57,125.00	467,125.00			
10/1/2047				46,875.00	46,875.00	514,000.00	3,330,075.00	3,844,075.00
4/1/2048	435,000	5.000	4.570	46,875.00	481,875.00			
10/1/2048				36,000.00	36,000.00	517,875.00	3,328,800.00	3,846,675.00
4/1/2049	455,000	5.000	4.570	36,000.00	491,000.00			
10/1/2049				24,625.00	24,625.00	515,625.00	3,331,050.00	3,846,675.00
4/1/2050	480,000	5.000	4.570	24,625.00	504,625.00			
10/1/2050				12,625.00	12,625.00	517,250.00	1,479,000.00	1,996,250.00
4/1/2051	505,000	5.000	4.570	12,625.00	517,625.00			
10/1/2051						517,625.00		517,625.00
TOTALS	5,000,000			4,976,939.93	9,976,939.93	9,976,939.93	193,362,701.20	203,339,641.13

LOWER PAXTON TOWNSHIP

Series of 2025

Sources & Uses of Funds

SOURCES:

Par Amount	5,000,000.00
Net Original Issue Premium	141,761.45
Accrued Interest	0.00
Total	5,141,761.45

USES:

Deposit to Construction Fund	5,000,000.00
Underwriter's Discount	\$7.50
Total Legal Fees & Expenses	36,520.00
Municipal Advisor Fee	28,500.00
Credit Rating (Moody's Aa2)	14,500.00
OS Formatting & Printing	13,200.00
Disclosure Counsel	3,750.00
Paying Agent (M&T)	1,250.00
DAC Report	350.00
Miscellaneous Expenses/Rounding	6,191.45
Total	5,141,761.45

Sale Date 10/8/2025

Dated Date 11/12/2025

Settlement Date 11/12/2025

Yield of the Issue 4.332961**OIP/(OID) Calculation**

Date	Price	OIP/(OID)
4/1/2027	100.000%	0.00
4/1/2028	100.000%	0.00
4/1/2029	100.000%	0.00
4/1/2030	100.000%	0.00
4/1/2031	100.000%	0.00
4/1/2032	100.000%	0.00
4/1/2033	100.000%	0.00
4/1/2034	100.000%	0.00
4/1/2035	100.000%	0.00
4/1/2036	100.000%	0.00
4/1/2037	105.392%	269.60
4/1/2038	105.392%	269.60
4/1/2039	105.392%	14,828.00
4/1/2040	104.846%	14,053.40
4/1/2041	104.304%	13,127.20
4/1/2042	103.899%	12,476.80
4/1/2043	103.451%	11,733.40
4/1/2044	102.917%	10,355.35
4/1/2045	102.917%	10,938.75
4/1/2046	102.342%	9,250.90
4/1/2047	102.342%	9,602.20
4/1/2048	101.859%	8,086.65
4/1/2049	101.859%	8,458.45
4/1/2050	101.859%	8,923.20
4/1/2051	101.859%	9,387.95
TOTAL		141,761.45

TOWNSHIP OF LOWER PAXTON
SUMMARY OF OUTSTANDING INDEBTEDNESS

Debt Service Requirements													
1	2	3	4	5	6	7	8	9	10	11	12	13	
Fiscal Year Ended	G.O. Bonds Series of 2014	G.O. Bonds Series of 2015	G.O. Bonds Series of 2016	G.O. Bonds Series of 2019	Pennvest Loan Series of 2019	G.O. Bonds Series A of 2020	G.O. Bonds Series B of 2020	G.O. Bonds Series C of 2020 (Taxable)	G.O. Bonds Series of 2022	G.O. Bonds Series of 2024	G.O. Bonds Series of 2025	Total Debt Service	
12/31/2025	997,293	2,209,075	1,195,456	2,671,750	769,760	1,479,050	1,094,400	1,239,867	1,467,050	737,425		13,861,125	
12/31/2026	994,630	2,205,113	1,195,538	2,734,250	769,759	1,480,200	833,500	1,245,318	1,465,550	737,275	220,752	13,881,884	
12/31/2027	995,190	2,204,150	1,196,625	2,738,625	793,112	1,480,200	836,400	1,244,895	1,467,550	737,125	254,050	13,947,921	
12/31/2028		2,206,375	1,195,113	2,731,800	800,896	1,476,600		2,240,617	1,394,450	736,975	253,900	13,036,725	
12/31/2029			1,674,750	1,195,269	3,263,400	800,896	1,477,100		2,236,699	1,396,250	736,825	253,750	13,034,939
12/31/2030				1,193,044	4,938,000	800,896	1,476,600		2,235,867	1,396,450	736,675	253,600	13,031,132
12/31/2031				1,190,069	4,498,500	800,896	1,480,000		2,238,275	1,395,050	736,525	253,450	12,592,764
12/31/2032				1,195,581	4,840,900	800,896	1,477,300		2,238,601	1,058,850	736,375	253,288	12,601,790
12/31/2033				1,193,856	5,184,100	800,896	1,478,500		2,236,785	744,450	736,225	253,113	12,627,924
12/31/2034				1,195,463	5,184,300	800,896	1,478,500		2,237,713	745,450	736,075	252,938	12,631,333
12/31/2035				1,195,931	5,187,900	800,896	1,477,300		1,732,385	745,650	735,875	252,763	12,128,699
12/31/2036				1,194,566	5,179,800	800,896	1,474,900		1,733,462	745,050	735,625	252,588	12,116,885
12/31/2037				930,816	5,174,900	800,896	1,476,200		1,735,541	746,375	735,375	252,375	11,852,477
12/31/2038				930,441	5,182,600	800,896	1,476,100		1,731,715	744,800	735,125	252,125	11,853,802
12/31/2039					5,182,500	290,452	1,479,500		2,663,830	747,700	734,875	515,125	11,613,982
12/31/2040					593,100	1,476,400		2,661,469	745,075	1,855,875	516,000		7,847,919
12/31/2041					592,900	1,476,800		2,664,958	746,925	1,856,625	516,125		7,854,333
12/31/2042					596,800	1,475,600		2,659,162	743,250	1,854,375	515,500		7,844,687
12/31/2043					599,700	1,477,700		2,661,278	744,050	1,854,000	519,000		7,855,728
12/31/2044					596,700	1,478,000		2,661,156	744,250	1,855,250	516,625		7,851,981
12/31/2045						1,476,500		1,171,325	743,850	1,853,000	518,375		5,763,050
12/31/2046						1,478,100		1,177,307	747,775	1,852,125	519,125		5,774,432
12/31/2047						1,477,700			746,025	1,852,375	514,000		4,590,100
12/31/2048						1,475,300				1,853,500	517,875		3,846,675
12/31/2049						1,475,800				1,855,250	515,625		3,846,675
12/31/2050						1,479,000					517,250		1,996,250
12/31/2051											517,625		517,625
12/31/2052													
12/31/2053													
12/31/2054													
12/31/2055													
Totals	2,987,113	10,499,463	16,197,766	67,672,525	11,432,935	38,414,950	2,764,300	44,648,223	22,221,875	29,586,750	9,976,940	256,402,839	
Principal*:	1,930,000	7,840,000	12,340,000	47,510,000	9,412,927	23,355,000	1,605,000	32,755,000	15,600,000	14,665,000	5,000,000	172,012,927	
Call Date:	4/1/2024	4/1/2025	4/1/2024	4/1/2029	Anytime	10/1/2028	Non-callable	4/1/2030	4/1/2030	4/1/2032	10/1/2030		
Purpose:	New Money	Cur Ref 2009C	New Money	Cur Ref 2009D & New Money	New Money	New Money	Cur ref 2012A, 2013 & 2013A	Partially Adv Ref 2014 & 2016	New Money & Cur Ref 2010 Pennvest	New Money	New Money		

* Outstanding as of October 8, 2025

TOWNSHIP OF LOWER PAXTON
SUMMARY OF OUTSTANDING INDEBTEDNESS

FUND ALLOCATIONS

Debt Service Requirements

Fiscal Year Ended	SEWER FUND ALLOCATION											Sub-Total Sewer Allocation
	2	3	4	5	6	7	8	9	10	11	12	
	G.O. Bonds Series of 2014	G.O. Bonds Series of 2015	G.O. Bonds Series of 2016	G.O. Bonds Series of 2019	Pennvest Loan Series of 2019	G.O. Bonds Series A of 2020	G.O. Bonds Series C of 2020 (Taxable)	G.O. Bonds Series of 2022	G.O. Bonds Series of 2024	G.O. Bonds Series of 2025		
12/31/2025	636,080	2,209,075	928,181	1,700,550	769,760	1,479,050	1,094,556	648,000	737,425			10,202,677
12/31/2026	633,450	2,205,113	929,134	1,702,550	769,759	1,480,200	1,095,902	648,000	737,275	220,752		10,422,136
12/31/2027	634,688	2,204,150	929,669	1,705,225	793,112	1,480,200	1,096,557	652,100	737,125	254,050		10,486,875
12/31/2028		2,206,375	928,222	1,702,600	800,896	1,476,600	1,731,407	650,300	736,975	253,900		10,487,274
12/31/2029		1,674,750	929,219	2,232,800	800,896	1,477,100	1,729,953	647,700	736,825	253,750		10,482,992
12/31/2030			928,369	3,907,200	800,896	1,476,600	1,732,146	649,200	736,675	253,600		10,484,686
12/31/2031			926,919	3,904,800	800,896	1,480,000	1,733,107	649,700	736,525	253,450		10,485,397
12/31/2032			929,325	4,246,300	800,896	1,477,300	1,732,646	311,100	736,375	253,288		10,487,229
12/31/2033			930,013	4,589,200	800,896	1,478,500	1,730,722		736,225	253,113		10,518,667
12/31/2034			929,419	4,584,800	800,896	1,478,500	1,732,240		736,075	252,938		10,514,867
12/31/2035			928,013	4,589,500	800,896	1,477,300	1,732,385		735,875	252,763		10,516,730
12/31/2036			930,178	4,583,100	800,896	1,474,900	1,733,462		735,625	252,588		10,510,748
12/31/2037			930,816	4,580,500	800,896	1,476,200	1,735,541		735,375	252,375		10,511,702
12/31/2038			930,441	4,586,200	800,896	1,476,100	1,731,715		735,125	252,125		10,512,602
12/31/2039				4,584,900	290,452	1,479,500	2,663,830		734,875	515,125		10,268,682
12/31/2040						1,476,400	2,661,469		1,855,875	516,000		6,509,744
12/31/2041						1,476,800	2,664,958		1,856,625	516,125		6,514,508
12/31/2042						1,475,600	2,659,162		1,854,375	515,500		6,504,637
12/31/2043						1,477,700	2,661,278		1,854,000	519,000		6,511,978
12/31/2044						1,478,000	2,661,156		1,855,250	516,625		6,511,031
12/31/2045						1,476,500	1,171,325		1,853,000	518,375		5,019,200
12/31/2046						1,478,100	1,177,307		1,852,125	519,125		5,026,657
12/31/2047						1,477,700			1,852,375	514,000		3,844,075
12/31/2048						1,475,300			1,853,500	517,875		3,846,675
12/31/2049						1,475,800			1,855,250	515,625		3,846,675
12/31/2050						1,479,000				517,250		1,996,250
12/31/2051										517,625		517,625
12/31/2052												
12/31/2053												
12/31/2054												
12/31/2055												
Totals	1,904,218	10,499,463	13,007,916	53,200,225	11,432,935	38,414,950	40,662,823	4,856,100	29,586,750	9,976,940	213,542,318	
Principal*:	1,230,000	7,840,000	9,870,000	37,595,000	9,412,927	23,355,000	29,280,000	3,705,000	14,665,000	5,000,000		141,952,927
Call Date:	4/1/2024	4/1/2025	4/1/2024	4/1/2029	Anytime	10/1/2028	4/1/2030	4/1/2030	4/1/2032	10/1/2030		
Purpose:	New Money	Cur Ref 2009C	New Money	Cur Red 2009D; New Money	New Money	New Money	Partially Adv Ref 2014 & 2016	New Money & Cur Ref 2010 Pennvest	New Money	New Money		

* Outstanding as of October 8, 2025

**TOWNSHIP OF LOWER PAXTON
GENERAL OBLIGATION BONDS
SERIES OF 2025**

SUMMARY OF FINANCING

2025 Principal Amount:	\$5,000,000
Pricing Date:	10/8/2025
Settlement Date:	11/12/2025
Credit Rating:	Moody's Aa2 (Underlying)
Arbitrage Yield:	4.332961%
Use of Proceeds:	Proceeds of the Bonds will be used toward financing various capital improvements to the sewer system facilities owned by Lower Paxton Township Authority and serving the Township and to pay the costs of issuing the Bonds.

FINANCING TEAM MEMBERS

Issuer	<i>Township of Lower Paxton</i>
Solicitor	<i>Tucker Arensberg, P.C.</i>
Bond Counsel	<i>McNees Wallace & Nurick LLC</i>
Municipal Advisor	<i>PFM Financial Advisors LLC</i>
Underwriter	<i>Raymond James & Associates, Inc.</i>
Co-Underwriter	<i>RBC Capital Markets, LLC</i>
Underwriter's Counsel	<i>Saxton & Stump</i>
Rating Agency	<i>Moody's Investors Services</i>
Paying Agent	<i>M&T Bank</i>



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ENGINEER'S REPORT

18 November 2025

Title	Engineer's Report for the Lower Paxton Township Authority		
Copy to	Lower Paxton Township Authority		
From	Melissa Tomich Smith, PE	Tel	717-541-0622
Subject	Engineer's Report for Active Projects	Project no.	1257258

The following is a summary of GHD's activities since the August 26th meeting.

1. Wet Weather Summary

The wet weather events (WWEs) in September, and October of 2025 are presented in the following table. There were zero (0) flood, two (2) extreme, four (4) significant, and four (4) minor WWEs. There were no overflows reported during this metering period.

Table 1 *Wet Weather Event Summary Table*

Wet Weather Event Summary Table							
Date	Rainfall (in.) ⁽¹⁾	MH 2790 Control Basin Peak (mgd) ⁽²⁾	Pre-Groundwater (ft)	Post-Groundwater (ft)	Storm Category	Weather Summary & Notes	Overflows
09/04/25	0.3	0.1	444.3	444.4	Minor	-	No
09/18/25	0.4	0.18	444.3	444.3	Minor	-	No
09/25/25	1.3	0.18	444.3	444.4	Minor	-	No
10/08/25	1.8	0.42	444.3	444.4	Significant	-	No
10/19/25	0.5	0.25	444.3	444.3	Minor	-	No
10/30/25	2.3	0.89	444.3	444.5	Extreme	-	No

(1) Rainfall data from Koons Park Rain Gauge (RG 753).

(2) Control basin flow reduced by a correction factor of 0.13 mgd to account for growth in the basin @ 850 gpd/EDU.

GHD reviewed the PC-3E meter data from the October 8th significant storm event and the October 30th extreme storm event to assess preliminary construction results. Before rehabilitation, the basin recorded 4,000 gpd/EDU, but after construction, peak event flows are within the 500-1,000 gpd/EDU range. Additionally, peak flows during the extreme event were reduced by half compared to pre-construction levels.

2. DEP Consent Order and Annual Report

The 3rd CAP was approved by DEP on September 9, 2025.

3. CRW Intermunicipal Agreement

GHD prepared a rate study request for proposals (RFP) for all of the contributing municipalities that was presented to CRW in November 2025. A call scheduled for December 3rd with all parties to discuss the RFP and CRW's comments and concerns.

4. Construction Projects

4.1 BC-7A/7B/7C/7D/8C/8D

The project is complete. The final adjusting change order and final AFP were prepared and signed by DOLI. GHD is working on completing the record drawings for the project.

4.2 PC-2E Trunkline Project

All of the sanitary sewer and storm sewer work is complete, minus final cleanup that will be done in December. The remaining work is scheduled to be complete by the end of November. GHD submitted record drawings to Staff on October 24, 2025.

4.3 Misc. External Mainline Repairs

All of the external repairs have been completed. The lining work and restoration is outstanding. This work is scheduled to be complete by December.

4.4 BC-2 Replanting to Comply with DEP Permit

GHD prepared maps showing where new plants and seeding is required to comply with the permit and reached out to three contractors under COSTARS to get the plants purchased and planted. Davis Landscape, Ltd submitted the lowest bid and was awarded the contract. The plants were planted on November 17th and 18th. GHD will monitor their growth and report back to DEP in the next annual report.

4.5 Annual Township Paving Project – Sewer Repairs

Township Staff have been televising sanitary sewer mains, ahead of the Township's Annual Paving Project, and reviewing the findings with GHD to determine if any external sanitary sewer repairs are needed prior to paving. The Township Construction Crew is currently in the process of replacing several defective sewer sections prior to the start of the paving project.

5. Wilshire Road Request for Sanitary Sewer Extension

GHD prepared the DCED Small Water grant application and submitted it to the funding agency by the April 30th deadline. The project will be on hold until the Authority hears if they received the grant money or not. **GHD checked in with the CFA Division and approvals are not expected until January 2026.**

6. Emergency Repairs to the Wastewater and Stormwater Collection System

GHD issued Work Order number 4 on August 27th, Work Order number 5 on October 7th, and the remainder of Work Order number 3 on October 25th to Rogele. Work Order number 4 addressed broken pipe along East Park Drive and Penn Grant Road, Work Order number 5 addressed an 8" repair at 202 Prosperous Drive and the remainder of Work Order number 3 addressed the pavement restoration around the previous repair. The current emergency contract will be closed November 21, 2025.

GHD prepared the project manual to bid the next emergency contract in September 2025. GHD opened bids via PennBid on October 16, 2025. Rogele is the apparent low bidder and a notice of award letter was issued on October 22, 2025. Award documents were received from Rogele on November 14, 2025, and the notice to proceed letter was issued on November 18, 2025, with the contract start date of November 22, 2025.

7. PennDOT Projects

7.1 Locust Lane (MPMS #108527)

The time extension to the Locust Lane HOP was approved by PennDOT. Township staff will raise the manhole frame and covers before the PennDOT paving project is completed in 2027. **No update since last meeting.**

7.2 Nyes Road Bridge Replacement (MPMS #117189)

PennDOT will be replacing the bridge on Nyes Road, north of its intersection with Pine Hill Road. Township staff will provide a new frame and cover and cone section to raise one manhole to grade that is affected by the Department's project. PennDOT will include the work in the Department's contract and will pay for the labor costs to retrofit the manhole. GHD prepared the PennDOT paperwork and specifications to include in the project contract. PennDOT will also pay for and incorporate the CCTV work into their project to determine the pre and post construction condition of the adjacent sanitary sewer main to monitor that the construction does not compromise the structural integrity of the pipe.

The let date is January 15, 2026. Construction is set to start in March 2026.

7.3 Jonestown Road (SR 0022)

GHD sent the required forms (D-4181 & D-4181-UC) to HRG on September 30, 2025. The sanitary sewer located near the project site will not be affected.

8. Developments

GHD's activities since the August 26th meeting:

- Cider Press: Construction is ongoing.
- Buffalo Wild Wings Go: Construction is complete.
- Wenrich Street Development: GHD received a preliminary layout of development on July 29, 2025. GHD, LPTA, Nic DiSanto, and Developer Engineer (Integrated) met on October 10, 2025, to discuss sewer options and proposed layout. Official plans have not yet been submitted for review.

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Stormwater Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
OPERATING REVENUES:						
40-3001-341.01	Interest Earnings	\$ 245,446	\$ 189,000	\$ -	\$ 239,789	Estimated at 3.5-4.0% of operating reserves; <i>rates anticipated to decline aggressively in 2026/onward.</i>
40-3001-364.15	Stormwater - Fee Charges	3,502,197	3,450,000	-	3,510,352	Estimated 33,923 ERU's at \$104 annually (\$26/quarter), net of estimated stormwater credits and penalties.
40-3001-364.16	Stormwater - Credit Application Fees	-	-	-	-	
40-3001-387.01	Contributions - Township	-	-	-	-	
40-3001-387.05	Contributions - Developers	-	-	-	-	
40-3001-391.20	Proceeds - Loss Compensation	-	-	-	-	
40-3001-393.10	Proceeds - Debt Issuance - Operations	-	-	-	-	
TOTAL STORMWATER FUND OPERATING REVENUES		3,747,643	3,639,000	-	3,750,141	
OPERATING EXPENDITURES:						
40-4450-436.300	Supp & Admin - Office Supplies	10,635	15,000	-	15,000	Shared general office supplies and related costs, including printing costs for outsourced bill management (<i>postage below</i>).
40-4450-436.306	Supp & Admin - IT Supplies	465	500	-	500	
40-4450-436.310	Supp & Admin - Bank Fees	805	4,905	-	5,000	Reduced to allocated bond fees and ACH transactional fees (\$0.50/transaction; estimated volume); no further banking fees.
40-4450-436.312	Supp & Admin - Advertising	754	1,250	-	2,000	Represents shared cost on general advertising for meetings/bids and vacancies.
40-4450-436.314	Supp & Admin - Postage	15,929	17,000	-	19,000	Minor reimbursements to Township for internal postage, and shared cost of outsourced billing postage.
40-4450-436.322	Supp & Admin - Training/Seminars	6,129	3,500	-	4,000	Represents shared cost of trade association dues, UCC renewals, and training/conferences for staff and administration.
40-4450-436.500	Prof Svcs - Solicitor & Debt Collection	6,632	28,000	-	30,000	Represents legal counsel costs; <i>all collections costs and related customer charges consolidated in Sewer Fund 2024/further</i> .
40-4450-436.510	Prof Svcs - Engineering Services	22,912	32,000	-	40,000	General engineering support related to general MS4 program administration and operating activities.
40-4450-436.512	Prof Svcs - Rate/Database Support Services	-	-	-	-	Support for rate and database assessments, including credit program
40-4450-436.520	Prof Svcs - Accounting & Auditing	8,240	9,200	-	9,200	Represents 25% share of estimated financial audit costs.
40-4450-436.521	Prof Svcs - Contracted Labor	4,350	-	-	-	Shared costs for temporary administrative labor; <i>continuing to evaluate position</i> .
40-4450-436.530	Prof Svcs - Township Management Admin Reimbursements	228,759	364,798	-	375,000	Reimbursement for shared Township administrative/ operational staff, cleaning, and information technology consulting support.
40-4450-436.532	Prof Svcs - Sewer Management Reimbursements	-	-	-	-	<i>All managed through Township agreement above for 2023/further.</i>

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Stormwater Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
40-4450-436.535	Prof Svcs - Township Admin Rents	21,057	20,000	-	22,000	Represents shared general rent costs (from Management Agreement with Township), and estimated 5% shared cost from Public Works facilities for stormwater maintenance support (<i>shifted from 40-4300 accounts below</i>).
40-4450-436.542	Prof Svcs - IT Subscriptions/Licenses	38,576	39,750	-	60,000	Various allocated costs for shared arrangements on subscriptions and licenses with Township and Authority operations, including cloud-based utility programs and records management system; <i>increased for Sewer AI subscription</i> .
40-4450-436.570	Prof Svcs - Copier Maintenance Contracts	2,072	2,000	-	2,000	Represents share of allocated costs for shared arrangements on copier/scanner leases and maintenance contracts.
40-4450-436.583	Prof Svcs - Plan Review Fees	-	-	-	-	
40-4450-436.598	Prof Svcs - Communications & Newsletter Services	2,193	2,310	-	2,400	Shared third-party communications provider.
40-4450-436.670	Utilities - Telephone & Alarm	8,895	7,000	-	7,000	Allocated share of office, cellular, and iPad telecommunication charges.
40-4450-486.730	Misc - Liability & Casualty Insurances	20,023	21,000	-	23,000	Allocated share of annual casualty and liability (general and public officials, including cyberliability) insurance costs bound with the Township and Authority.
40-4450-436.750	Misc - Rain Barrel Rebates	100	200	-	-	
40-4450-492.705	Misc - Transfers to Sewer Authority	-	-	-	-	
Administration - General Services Expenditures Subtotal		398,528	568,413	-	616,100	
40-4455-436.302	Supp & Admin - Building Supplies	746	2,000	-	2,000	Allocated share for miscellaneous facility supplies.
40-4455-436.326	Supp & Admin - Uniforms	1,442	3,000	-	3,000	Allocated share of contract allowances.
40-4455-436.352	Supp & Admin - Small Tools/Equipment	4,559	5,000	-	5,000	Represents shared cost on small tools and related equipment.
40-4455-436.400	R&M - Facilities Maintenance	3,327	5,000	-	5,000	Allocated share of facilities maintenance costs.
40-4455-436.420	R&M - Vehicle Maintenance	15,853	5,000	-	20,000	Allocated share of vehicle maintenance and related repairs costs.
40-4455-436.460	R&M - Stormwater Maintenance	104,497	150,000	-	170,000	Supplies and minor equipment related to stormwater repairs and maintenance needs, including \$10,000 estimate for engineering support for relating projects. Increased for flushing program.
40-4455-436.530	Prof Svcs - Township Management Program Reimbursements	1,239,642	1,301,432	-	1,340,000	Reimbursement for shared Township staff relative to stormwater field labor and management; \$308,000 allocated to capital spending below relative to proposed project work.
40-4455-436.572	Prof Svcs - Cleaning Services	250	875	-	1,000	Allocated share of monthly cleaning services for facilities.
40-4455-436.579	Prof Svcs - Enterprise Vehicle Leases	25,387	23,976	-	26,000	Allocated share of monthly rental charges for portion of fleet utilized for stormwater management functions.
40-4455-436.581	Prof Svcs - NPDES Permitting	2,500	2,500	-	2,500	Annual NPDES (MS4) Permitting cost.
40-4455-436.582	Prof Svcs - PA One Call Services	38,557	42,000	-	42,000	Estimated 4,500 annual one-call tickets to mark stormwater facilities; through third party contractor.

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Stormwater Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
40-4455-436.600	Utilities - Vehicle Fuel	15,069	12,000	-	15,000	Allocated share of gasoline for above vehicles; <i>adjustment relative to revised sewer/stormwater cost shares (comparable in total)</i> .
40-4455-436.610	Utilities - Electric	880	1,000	-	1,000	Allocated share of facilities electric.
40-4455-436.620	Utilities - Natural Gas	1,107	1,200	-	1,200	Allocated share of facilities natural gas.
40-4455-436.630	Utilities - Water	1,205	1,300	-	5,000	Allocated share of facilities water, increased for flushing program.
40-4455-436.710	Misc - Depreciation	-	-	-	-	
Public Works & Operations Facilities Expenditures Subtotal		1,455,020	1,556,283	-	1,638,700	
40-4700-471.820	Debt - Principal - 2019 Bonds	255,000	265,000	-	280,000	Annual principal payments due on each bond issuance.
40-4700-471.827	Debt - Principal - 2022 Bonds	325,000	340,000	-	355,000	
40-4700-471.879	Debt - Principal - Short-Term Debt	-	-	-	-	
40-4700-472.820	Debt - Interest - 2019 Bonds	320,200	309,800	-	298,900	Bi-annual interest payments due on each bond issuance.
40-4700-472.827	Debt - Interest - 2022 Bonds	420,650	407,350	-	393,450	
40-4700-472.879	Debt - Interest - Short-Term Debt	-	-	-	-	
Debt Service Expenditures Subtotal		1,320,850	1,322,150	-	1,327,350	
TOTAL STORMWATER FUND OPERATING EXPENDITURES		3,174,397	3,446,846	-	3,582,150	
NET TOTAL STORMWATER FUND CHANGE IN OPERATING RESERVES		573,246	192,154	-	167,991	
Net Financial Operating Reserves - Beginning		9,179,698	9,752,944	9,752,944	9,752,944	
NET FINANCIAL OPERATING RESERVES - ENDING		\$ 9,752,944	\$ 9,945,098	\$ 9,752,944	\$ 9,920,935	

CAPITAL RESERVE REVENUES:						
40-3900-341.02	Interest Earnings - PLGIT Bonds	\$ 286,132	\$ 150,000	\$ -	\$ 138,734	Estimated at bond arbitrage yield ("allowable") values based on estimated draw schedules reducing principal; <i>any excess earnings accumulated for later remittance to the IRS, if needed</i> .
40-3900-387.02	Contributions - JPRP Contributions	860	1,290	-	3,010	Reimbursements from JPRP partners for projects managed by the Authority.
40-3900-392.01	Transfers In - Township Capital Funds	34,000	319,314	-	-	
40-3900-393.10	Proceeds - Debt Issuance - Capital	-	-	-	-	
TOTAL STORMWATER FUND CAPITAL RESERVE REVENUES		320,992	470,604	-	141,744	
CAPITAL RESERVE EXPENDITURES:						
40-4700-475.880	Debt - Issuance Costs	-	-	-	-	Issuance costs (financial advisor, bond counsel, underwriters, etc.) relative to _____ debt issuance.

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Stormwater Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
40-4800-436.940	Capital - Joint Polution Reduction Plan Programs	2,000	60,000	-	10,000	Cost associated with joint pollution reduction plan program (JPRP), shared with Susquehanna Township and Capital Region Water (CRW).
40-4800-436.941	Capital - County WREP Programs	18,000	22,000	-	5,960	County WREP Regional Stormwater Program for regional MS4 Compliance.
40-4900-436.910	Capital - Equipment Purchases	110,761	31,500	-	905,000	80% of operations skid loader (\$70,000), 80% crew equipment including new <i>dump truck, excavator tradein, 350, 550 trucks, paver for PW, and 50/50 split with sewer/PW for vehicle lifts at PW and 50/50 split with storm Ops Facility Office retrofit</i>
40-4900-436.920	Capital - Facilities Improvements	7,480	-	-	-	Allocated share of HVAC improvements at Sewer Operations facility.
40-4900-436.940	Capital - Engineering GIS	2,280	5,000	-	30,000	Engineering support for continued stormwater GIS updates, including new base station.
40-4900-436.941	Capital - Engineering MS4	53,907	130,000	-	70,000	Engineering support for reporting, inspections, and related MS4 management and grant seeking.
40-4900-436.950	Capital - PC-1 Storm Improvements	-	-	-	-	<i>Pushing to future year plan.</i>
40-4900-436.951	Capital - PC-2 Storm Improvements	6,113	200,000	-	-	Minor complementary repairs (sewer project) with expected 2025 completion of improvement projects bid/awarded in mid-2024 (<i>anticipate one/two pay applications in current year</i>).
40-4900-436.952	Capital - PC-3 Storm Improvements	57,560	1,900,000	-	100,000	Expected late 2025 completion (<i>may extend</i>) of improvement projects bid/awarded in mid-2024 (<i>anticipate two pay applications in current year</i>).
40-4900-436.959	Capital - PC TMDL Storm Improvements	-	-	-	-	
40-4900-436.961	Capital - BC-2 Storm Improvements	-	-	-	-	
40-4900-436.966	Capital - BC-7 Storm Improvements	2,920,886	100,000	-	-	
40-4900-436.968	Capital - BC-9 Storm Improvements	-	-	-	-	
40-4900-436.970	Capital - Bryson/Springford Storm Improvements	-	-	-	-	
40-4900-436.971	Capital - Forest Hills Storm Improvements	116,523	148,000	-	50,000	complete design project for system improvements .
40-4900-436.972	Capital - Mountain View Acres Storm Improvements	19,711	200,000	-	800,000	Start of in-house improvement project (anticipated 2026 construction and 2027 completion); <i>in-house labor accounted for in 436.532 below</i> .
40-4900-436.973	Capital - Army Televising Project	112,000	-	-	-	
40-4900-436.974	Capital - Colonial Park Improvements	105,612	496,500	-	975,000	Start of bid project for system improvements (anticipated 2026 completion). Includes \$500,000 in grant funds if awarded.
40-4900-436.975	Capital - Friendship Center Basin Retrofit Project	29,750	263,875	-	5,000	project closeout for 2025 improvements, partially grant supported .

LOWER PAXTON TOWNSHIP AUTHORITY

Proposed 2026 Budget

Stormwater Fund

<u>Account Number</u>	<u>Account Title</u>	<u>2024 Actual</u>	<u>2025 Adopted Budget</u>	<u>2025 Projected Actual</u>	<u>2026 Proposed Budget</u>	<u>Notes/Remarks</u>
40-4900-436.976	Capital - Storm Non-Consent Decree Replacements	127,538	200,000	-	-	Public Works improvement projects budget for to-be-identified replacements; <i>in-house labor accounted for in 436.532 below.</i>
40-4900-436.977	Capital - Storm Extension Projects	-	100,000	-	-	Anticipated engineering design costs for future extension construction projects.
40-4900-436.978	Capital - Conway Park Stormwater Project	13,815	30,000	-	-	Engineering for future park development stormwater design.
40-4900-436.979	Capital - George Park Stormwater Project	27,950	270,000	-	-	
40-4900-436.980	Capital - Public Works Campus Basin Retrofit Project	42,500	207,164	-	-	
40-4900-436.981	Capital - Friendship Center Discharge Improvments	2,523	35,000	-	-	
40-4900-436.982	Capital - Utah Ave Stormwater Project	15,956	128,000	-	575,000	Engineering design for expansion of stormwater infrastructure; 2026 construction and 2027 completion.
40-4900-436.983	Capital - Asset Management Plan	-	-	-	300,000	HRG proposal and sub contract costs
40-4900-435.984	Capital - PW Annual Paving Project	-	-	-	50,000	crew supplies and sub work
40-4900-436.530	Prof Svcs - Storm PW Capital Management Reimbursements	43,092	78,500	-	78,500	Shift of capital estimate from Management Agreement for in-house stormwater installation and improvement projects. Five-man Public Works restoration crew.
40-4900-436.532	Prof Svcs - Storm Capital Management Reimbursements	152,279	248,896	-	248,896	Shift of capital estimate from Management Agreement for in-house stormwater installation and improvement projects. Five-man Sewer crew.
TOTAL STORMWATER FUND CAPITAL RESERVE EXPENDITURES		3,988,235	4,854,435	-	4,203,356	
NET TOTAL STORMWATER FUND CHANGE IN CAPITAL RESERVES		(3,667,243)	(4,383,831)	-	(4,061,612)	
Net Financial Capital Reserves - Beginning		11,053,178	7,385,935	7,385,935	7,385,935	
NET FINANCIAL CAPITAL RESERVES - ENDING		\$ 7,385,935	\$ 3,002,104	\$ 7,385,935	\$ 3,324,323	

<u>Change in Operating Revenues/Expenditures Statistics</u>	<u>2025 Budget</u>	<u>2025 Projected</u>
	<u>vs. 2026 Budget</u>	<u>vs. 2026 Budget</u>
Increase (Decrease) in Operating Revenues	\$ 111,141	\$ 3,750,141
Increase (Decrease) in Operating Expenditures	\$ 135,304	\$ 3,582,150

SETTLEMENT AGREEMENT AND RELEASE

THIS SETTLEMENT AGREEMENT AND RELEASE (“Agreement”) is made and entered into on the last date set forth on the signature pages below (“Effective Date”), by and between Kevin Shuttlesworth and Doreen Shuttlesworth (collectively the “Shuttlesworths”) and Lower Paxton Township Authority (hereinafter the “Authority”), and its insurer, Sedgwick Claims Management Services, Inc. (collectively, the “Parties”).

R E C I T A L S:

WHEREAS, Lower Paxton Township (hereinafter “LPT”) and the Authority have been engaging in projects across the township to upgrade its sewer and stormwater water systems (hereinafter the “Project”). This included the replacement of the sewer lines and installation of storm water systems along Oak and Gannett Street in Lower Paxton Township; and

WHEREAS, upon completion of the storm sewer installation and re-surfacing of Gannett St. in April 2025, Kevin Shuttlesworth expressed concern to the Authority with the lack of curbing. Mr. Shuttlesworth was told on April 28, 2025 that curbing would be installed.

WHEREAS, on or about May 16, 2025 and May 30, 2025, heavy rainstorms fell across the region, including Gannett Street. At that time, rainwater from the storm sewer discharge accessed the Shuttlesworths’ property located at 308 Gannett Street, Harrisburg, Pennsylvania causing excess water to the hardscaping, overfilling the pool, tearing the lining and entering the workshop and basement of the residence (hereinafter the “Claim”); and

WHEREAS, On June 20, 2025, the Shuttlesworths provided notice of the issues to the Authority pursuant to 42 Pa.C.S. §5522. On or around the same time, Temporary curbing was placed on Oak and Gannett streets pending the completion of the Project; and

WHEREAS, by virtue of this Agreement, the Parties desire to fully and completely resolve this matter in good faith, and settle any and all claims, defenses, and/or counterclaims that were asserted or that could have been asserted in any civil action.

NOW, THEREFORE, in consideration of the promises and the mutual covenants of the Parties stated in this Agreement, the receipt and sufficiency of which are hereby acknowledged, the Parties hereby agree as follows:

1. **Recitations.** The above recitations are true and correct and are incorporated herein by this reference.

2. **Non-Admission of Liability.** This Agreement is not, and shall not be construed to be, an admission or indication that (i) any Party bears or does not bear any actual or potential liability to any other person or entity (whether or not a party to this Agreement) on any claim, action, complaint, or judgment whatsoever or (ii) there is any wrongdoing of any nature by any Party or any element or basis for any claim against any Party.

3. **Voluntary Agreement/Attorney Representation.** The Parties represent that in the execution and negotiation of this Agreement, they are represented by counsel of their choice and that said attorneys advised their respective clients with respect to the advisability of making the settlement and release provided herein and of executing this Agreement. The Parties further represent and warrant that they are fully aware of the terms contained in this Agreement, have made any and all desired changes, and have voluntarily and without coercion, duress, or undue influence of any kind, entered into this Agreement and the documents executed in connection with this Agreement.

4. **Terms.** As full and final settlement of the dispute between the Parties, the Parties agree as follows:

- i) The Authority, through Sedgwick Claims Management Services, Inc., shall pay to the Shuttlesworths the amount of FOURTEEN THOUSAND FIVE HUNDRED AND TWENTY DOLLARS AND FIFTY CENTS (\$14,520.50) (hereinafter “Settlement Amount”) within thirty (30) days of the execution of this Agreement.
- ii) Upon approval by the Authority, the Authority shall pay to the Shuttlesworths the amount of ONE THOUSAND ONE HUNDRED AND TWENTY-FIVE DOLLARS (\$1,125.00) (hereinafter “Authority Settlement Amount”) for the Shuttlesworths’ attorneys’ fees within thirty (30) days of the execution of this Agreement.
- iii) Upon approval by the Authority, the Authority shall install permanent curbing at 308 Gannett St. and further modify the outfall across from 308 Gannett St. to slow the flow of water within six (6) months of the execution of this Agreement. Should there be a delay in the construction at 308 Gannett Street or the outfall across from 308 Gannett Street, counsel for the Authority shall contact counsel for the Shuttlesworths in writing as prescribed in the Section 18. Notice. Any amendment thereafter shall be in strict compliance with Section 8. Amendments.

5. **Waiver of Defenses, Set-offs and Counterclaims.** Upon payment of the Settlement Amount and Authority Settlement Amount, the Parties hereby knowingly, intentionally and voluntarily waive any and all defenses, set-offs and counterclaims that were raised or that could have been raised between Parties in any civil action, except for any defenses, rights and/or claims relating to the enforcement of the terms hereof, all of which are hereby expressly reserved.

6. **Mutual Release.** Upon payment of the Settlement Amount and Authority Settlement Amount, except as otherwise set forth in this Agreement, in consideration of the promises, covenants and agreements set forth herein and for other good and valuable consideration, the Parties for themselves, their agents, attorneys, representatives, predecessors, successors, and assigns hereby waive, remise, release, acquit, satisfy, and forever discharge one another and their past, present and future officers, directors, heirs, agents, servants, employees, legal representatives, assigns, successors, affiliates, shareholders, beneficiaries, predecessors, insurers, administrators, insurers and successors in interest; the Parties’ parent, holding, subsidiary, affiliated, and related entities; any business entity or division owning or controlling the Parties in whole or in part; any business entity or division owned or controlled in whole or in part by the Parties, (all of the

foregoing persons and entities are hereinafter collectively referred to as the “Released Parties”), of and from all manner of action and actions, cause and causes of action, suits, debts, dues, sums of money, accounts, reckonings, bonds, bills, specialties, covenants, contracts, controversies, agreements, promises, variances, trespasses, damages, judgments, executions, claims, and demands whatsoever, in law or in equity (collectively “Released Claims”), which the Parties or their attorneys, agents, representatives, predecessors, successors, and assigns, ever had, now has, or which any successor, heir, or assign hereafter can, shall, or may have against the Released Parties, for, upon, or by reason of any matter, cause, or thing whatsoever, from the beginning of the world to the Effective Date of this Agreement, specifically relating to, arising out of, or in any way stemming from the Claim and any civil litigation, the Released Claims and/or any claims or defenses that the Parties raised or could have raised in any civil litigation with the exception of the Parties’ obligations under this Agreement.

7. **Entire Agreement.** This Agreement constitutes the sole and entire agreement between the Parties and supersedes all prior and contemporaneous statements, promises, understandings or agreements, whether written or oral.

8. **Amendments.** This Agreement may be amended, modified or altered at any time upon the approval of the Parties; however, any such amendment must be in writing and signed by all Parties in order for such amendment to be of any force and effect.

9. **Partial Invalidity.** In the event that any provision of this Agreement is declared by any court of competent jurisdiction or any administrative judge to be void or otherwise invalid, all of the other terms, conditions and provisions of this Agreement shall remain in full force and effect to the same extent as if that part declared void or invalid had never been incorporated in the Agreement and in such form, the remainder of the Agreement shall continue to be binding upon the Parties.

10. **Assignability.** The Parties may not assign any of their rights under this Agreement without the other Party’s consent.

11. **Survival.** All representations and warranties contained herein shall survive the execution and delivery of this Agreement, and the execution and delivery of any other document or instrument referred to herein.

12. **Headings.** The headings in this Agreement are for convenience of reference only and are not material.

13. **Counterparts.** This Agreement may be executed in several counterparts, each of which, when so executed and delivered, shall be deemed an original and all of which, when taken together, shall constitute one and the same instrument, even though all parties are not signatories to the original or the same counterpart. Furthermore, the parties may execute and deliver this Agreement by electronic means such as .pdf or similar format. Each of the parties agrees that the delivery of the Agreement by electronic means will have the same force and effect as delivery of original signatures and that each of the parties may use such electronic signatures as evidence of

the execution and delivery of the Agreement by both parties to the same extent as an original signature.

14. **Tax Consequences.** The Parties acknowledge that no tax advice has been offered or given by either party, their attorneys, agents, or any other representatives, in the course of these negotiations, and each party is relying upon the advice of its own tax consultant with regard to any tax consequences that may arise as a result of the execution of this Agreement.

15. **No Adverse Construction.** In the event any part of this Agreement is found to be ambiguous, such ambiguity shall not be construed against any Party.

16. **Not Evidence.** This Agreement shall not be used as evidence in any proceeding other than one to enforce this Agreement, or one seeking damages arising from a breach of this Agreement.

17. **Authority.** The Parties represent and warrant to each other that each is the sole and lawful owner of all right, title, and interest in and to every claim and other matter which each releases in this Agreement. In the event that such representation is false, and any such claim or matter is asserted against either Party by anyone who is the assignee or transferee of such a claim or matter, then the Party who assigned or transferred such claim or matter shall fully indemnify, defend, and hold harmless the Party against whom such claim or matter is asserted and its successors from and against such claim or matter.

18. **Notice.** Unless otherwise specified herein, all notices, requests, consents, approvals, demands or other communications to the respective parties shall be sent as follows:

TO KEVIN AND DOREEN:
SHUTTLESWORTH

Asahel D. Church, Esquire
Barley Snyder
1601 Cornwall Road
Lebanon, Pennsylvania 17042
Achurch@barley.com
(717) 273-3890

TO LOWER PAXTON:
TOWNSHIP SEWER
AUTHORITY

Kevin L. Hall, Esquire
Tucker Arensberg, P.C.
300 Corporate Center Drive, Suite 200
Camp Hill, Pennsylvania 17011
Khall@tuckerlaw.com
(717) 221-7951

Elizabeth A. Tuckler
Sedgwick Claims Management Services, Inc.
P.O. Box 14512
Lexington, Kentucky 40512
Elizabeth.Tuckler@sedgwick.com
(210) 332-1583

19. **Laws and Venue.** The Parties agree that the terms of this Agreement shall be construed according to the laws of the Commonwealth of Pennsylvania, and that any disputes arising out of this Agreement shall be exclusively venued in the Court of Common Pleas of Dauphin County, Pennsylvania.

IN WITNESS WHEREOF, the Parties have executed this Agreement as of the date set forth below.

LOWER PAXTON TOWNSHIP
AUTHORITY

DATED: _____

Name:
Title:

DATED: _____

Kevin Shuttlesworth

DATED: _____

Doreen Shuttlesworth



2025 Authority Work

Created by:
Larry Stepansky

Civil Engineer EIT/MS4 Coordinator

Projects of 2025

- Berryhill Sewer Repair
- Flank Dr Sewer Repair
- Melbourne Emergency Storm Repair
- Santo Circle Storm Work (PC-3E)
- Lemar Ave Storm Work (PC-3E)
- 2025 Paving Contract Sewer and Storm Repairs
- Public Works Campus Basin Retrofit
- Lancaster Avenue Storm Installation (PC-3E)
- Chestnut Street Storm Installation (To Be Completed)
- External Sewer Repairs (To Be Completed)



Berryhill Sewer Repair

- Berryhill was part of an external repairs plan.
- This project was to repair a failure in the mainline as it tied into a manhole.
- The repair was made and sections of pipe replaced to fix the sewer in the area.



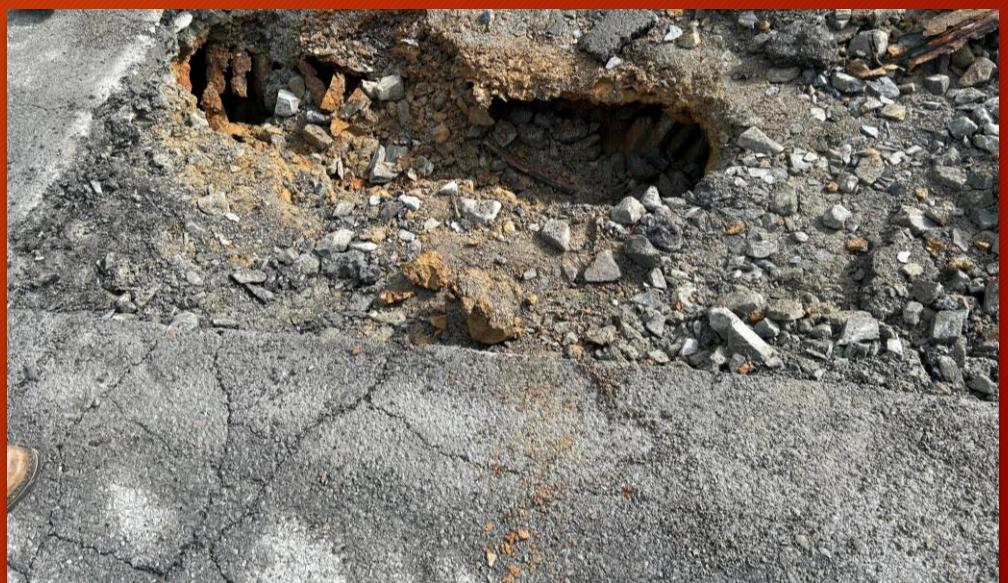
Flank Dr. Sewer Repair

- This project stemmed from work done on the adjoining Dorchester Rd.
- A small back up in the mainline was found do to pipe sags.
- Crews replaced approximately 270 feet of pipe for this repair.



Melbourne Emergency Storm Repairs

- In February 2025, a sinkhole opened on Melbourne Dr. in Forest Hills.
- This was due to a failure in a storm line just below the road.
- Crews were able to make the repair and repave the section of roadway to bring it back to a safe and operable state.



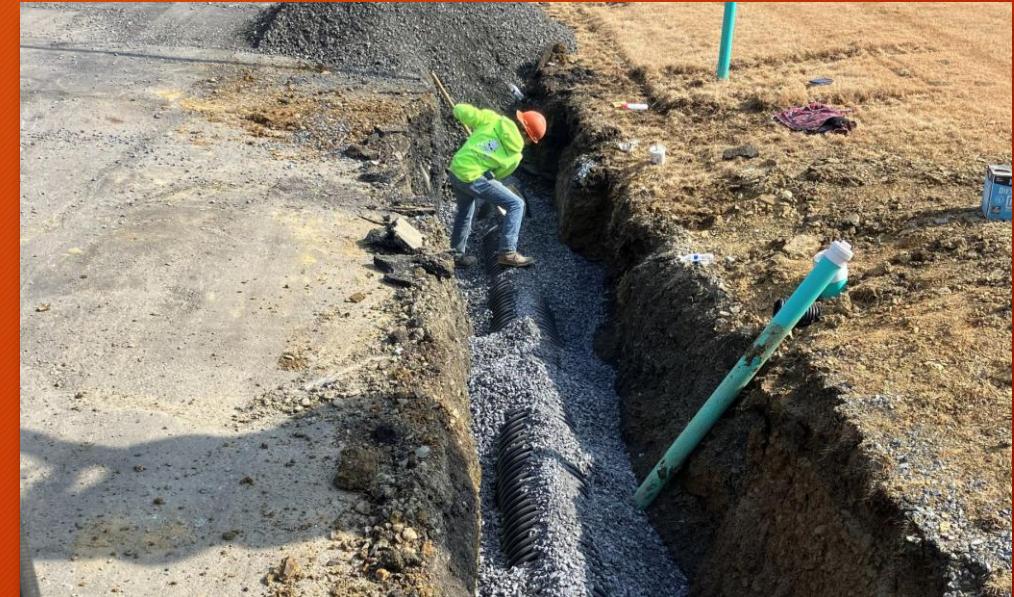
Santo Circle Storm Work (PC-3E)

- Part of the Clermont Project township crews were tasked with upgrading the storm infrastructure in this neighborhood.



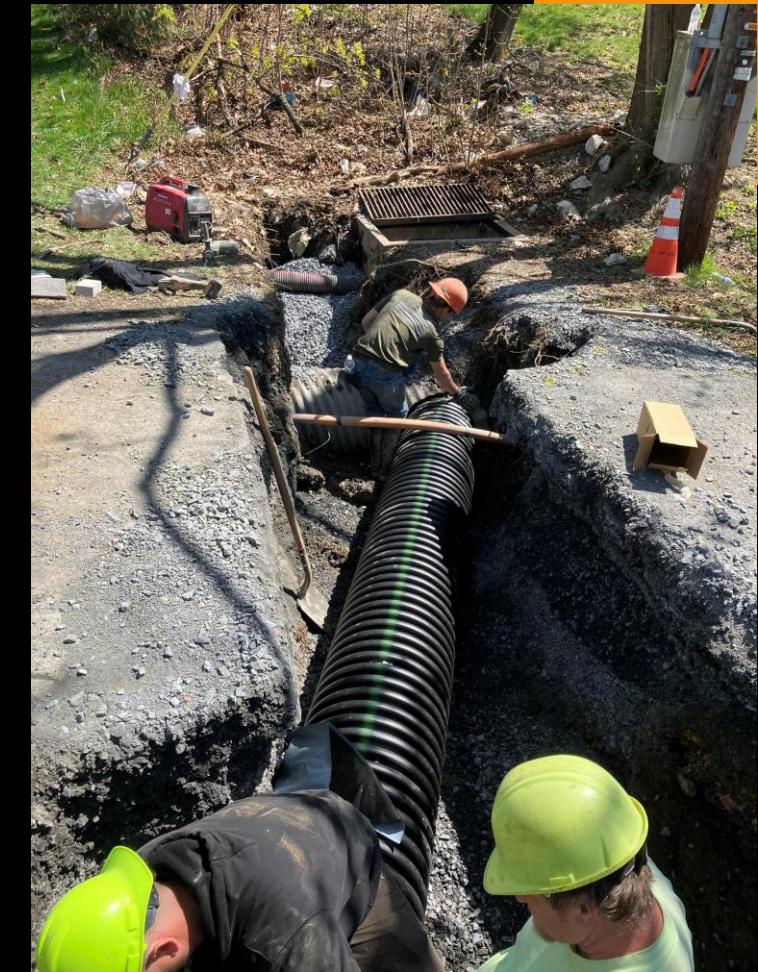
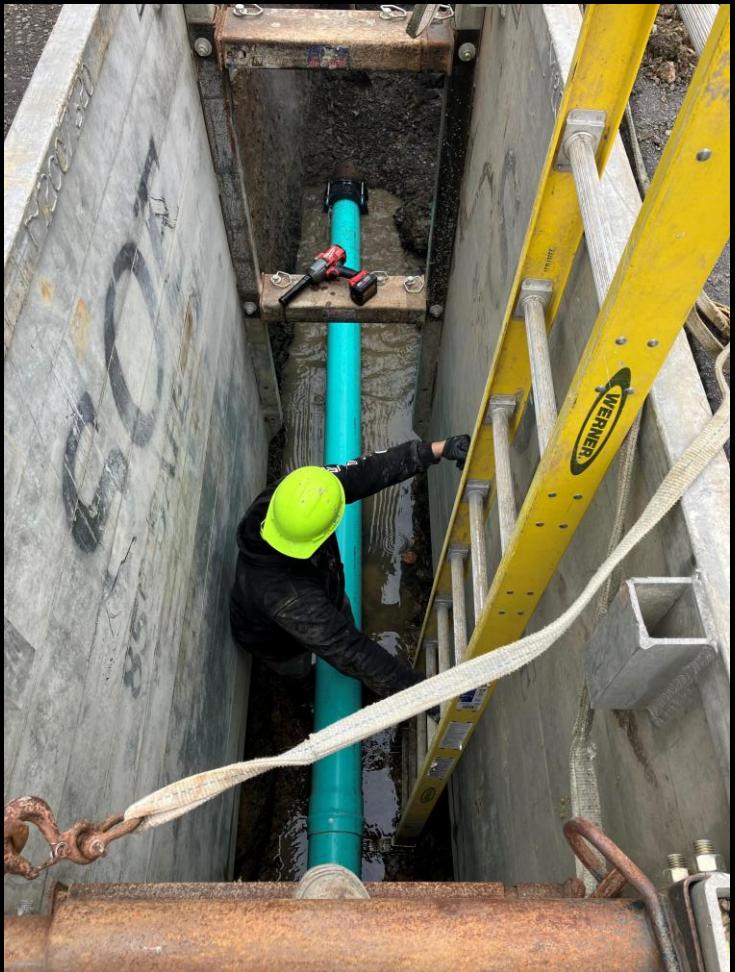
Lemar Avenue Storm Work (PC-3E)

- Also, an infrastructure upgrade as part of the Clermont Project.
- These upgrades were meant to help with flooding and repair underground infrastructure.



2025 Paving Project Repairs

- Lower Paxton takes on an annual paving project each year for township roadways.
- Before paving occurs, authority crews are tasked with making sure infrastructure is in good shape for the new roadway.
- This begins with Authority Maintenance Crew cleaning and Tving sewer and storm piping to check for defects and problems.
- The Authority Construction Crew then come into to make necessary repairs to better the infrastructure.
 - Various photos of repairs follow in the next slide.



Public Works Basin Retrofit

- In 2025 Lower Paxton Township received Grant funding to make proper upgrades to the Drainage Basin on the Public Works Campus on Porsche Drive.
- A combination of Authority and Public Works Crews began work to completely upgrade all storm infrastructure, regrade the embankments and basin, and plant proper vegetation to fully retrofit the basin for proper treatment of township impervious surfaces.
- Please see progression photos in the next set of slides.

Before

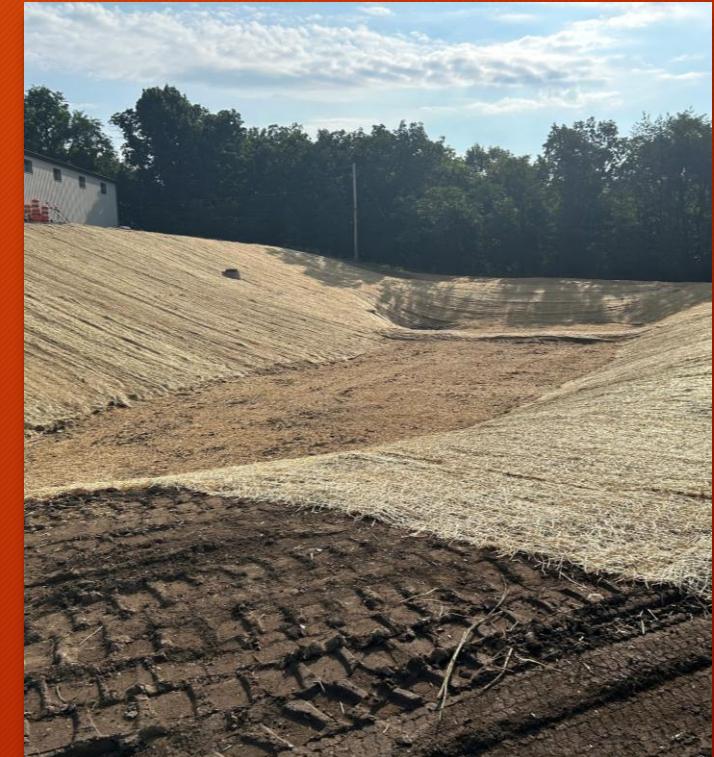




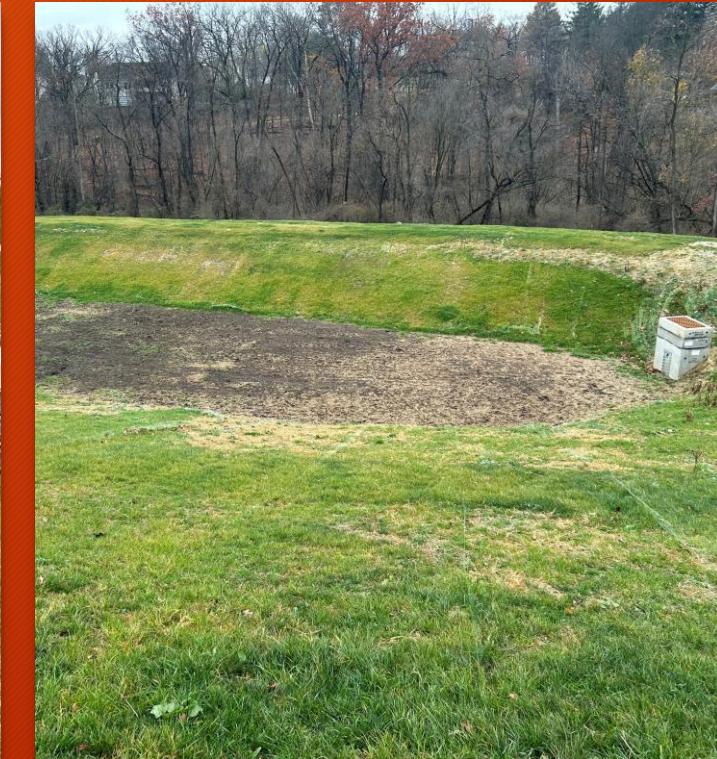
Construction



Construction



Restoration

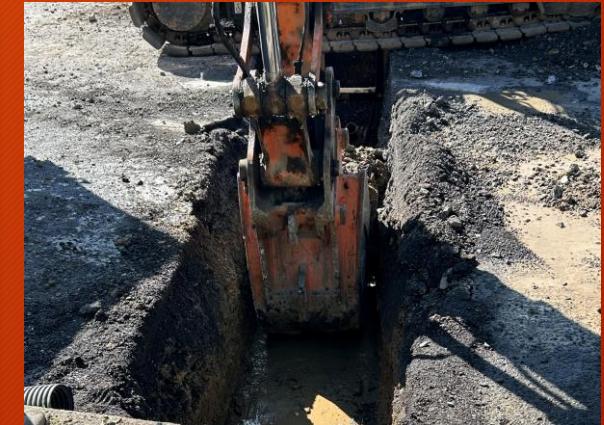


Final Product

*Site has reached 70% vegetation. The rest of the grass should finish growing springtime.

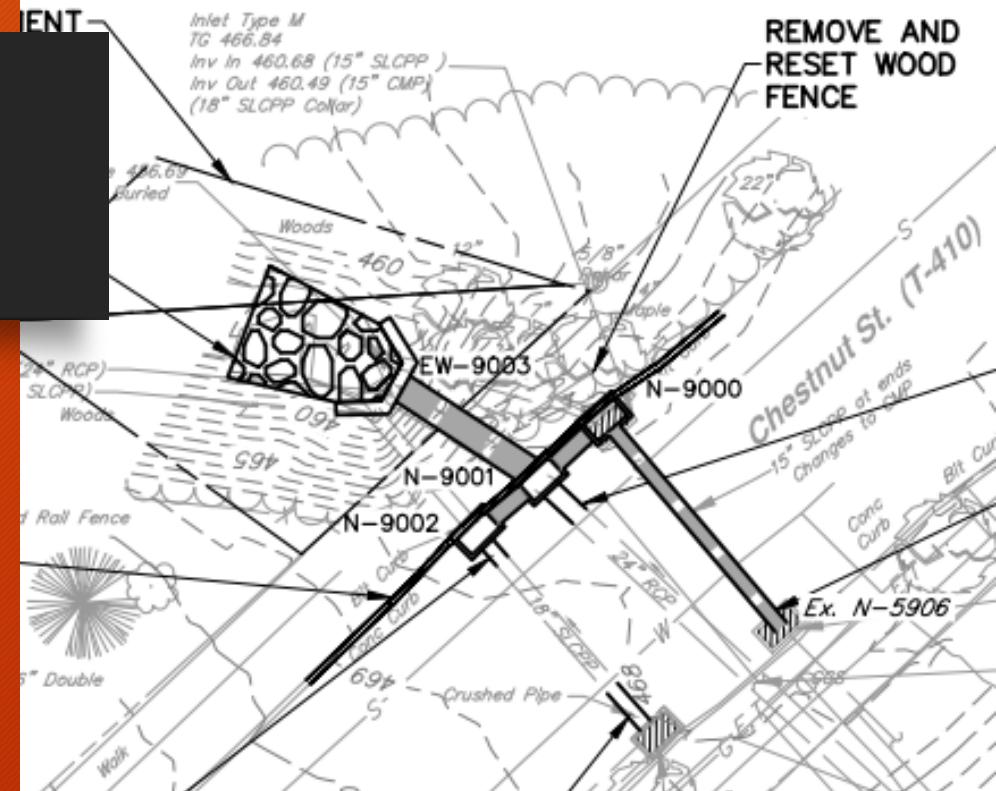
Lancaster Avenue Storm Installation (PC-3E)

- Final component of the Clermont Project for Township crews.
- This section consisted of installing over 1000 Feet of Storm pipe and the installation of dozens of new structures to be able to handle stormwater flow in the neighborhood.



Remainder of 2025

- For the rest of the year Authority Crews have a few projects to ring in 2026.
- Chestnut street consists of storm infrastructure upgrades in a failing component of the roadway.
- There are also several external repair projects (Sanitary and Storm) that will take us from 2025 to 2026 keeping crews busy over the winter period.



3 Year look Ahead



Herbert, Rowland & Grubic, Inc.
369 East Park Drive
Harrisburg, PA 17111
717.564.1121
www.hrg-inc.com

STORMWATER ENGINEER'S REPORT

LOWER PAXTON TOWNSHIP/AUTHORITY

Attn: Mike Gossert

Report Period: 08/27/25 – 11/25/25

HRG Project Number: R004807.0435

November 25, 2025

MS4 – TECHNICAL ASSISTANCE:

- HRG assigned tasks by LPT
 - MS4 Annual Reporting
 - A summary of activities required for the 2025-2026 MS4 Permit Year are provided below:
 - > **MCM-1:** The Township continues to exceed Public Education and Outreach requirements by publishing multiple stormwater related newspaper & newsletter articles, maintaining the Township's stormwater management website, and posting stormwater related information at the municipal building. Such material is periodically collected for inclusion in the Township's MS4 Annual Report.
 - > **MCM-2:** The Township met the MS4 permit requirements by holding at least one stormwater related public meeting during the 5-year permit term. The monthly Stormwater Authority meetings are open to the public to participate. The Township also solicited public input on the revised PRP as required. Stream cleanup activities and other examples of public involvement from community organizations, like the Paxton Creek Watershed and Education Association (PCWEA), are documented.
 - > **MCM-3:** The Township continues to meet permit requirements by maintaining an updated GIS based map of the stormwater collection and conveyance system. HRG performed outfall screenings in the Paxtonia and Union Deposit Road areas utilizing the Survey 123 mobile app. The Township continues to provide spill and sanitary sewer overflow reports to HRG for inclusion in the annual MS4 report. A large push is being made to inspect all outfalls to match compliance requirements. Documentation of dry weather flows is being updated in anticipation of new monitoring requirements for biannual monitoring.
 - > **MCM-4:** The Township continues to meet permit requirements by conforming to the conditions of the Memorandum of Understanding held with the Dauphin County Conservation District as it relates to implementation of the NPDES PAG-02 permitting program for construction activities. HRG also provides documentation on construction observation reports that E&S controls are installed and being maintained.

- > **MCM-5:** Similar to MCM-4, the Township continues to meet permit requirements by conforming to the conditions of the Memorandum of Understanding held with the Dauphin County Conservation District as it relates to implementation of the NPDES PAG-02 permitting program for construction activities. HRG continues to document the installation of Post Construction Stormwater Measures (PCSMs) on new land development projects. HRG conducts routine and complaint driven inspections of PCSMs to document their functionality. Identified deficiencies are reported to the Township for coordination of necessary maintenance/repairs.
- > **MCM-6:** The Township continues to meet permit requirements by providing Township Public Works and Sewer Authority staff annual MS4 training. The Township continues to maintain an inventory of all municipal activities, facilities, and operations that have the potential to contribute to stormwater pollution as required by their MS4 Permit. The annual MS4 training for municipal staff required by the permit will be provided prior to the June 30, 2026, permit year deadline.
- > **Annual Report for MS4:** Annual report was submitted for last year's cycle on 9/30/25. All efforts were in compliance with permit.

- Individual MS4 Permit renewal.
 - HRG submitted the Notice of Intent (NOI) and accompanying documentation for the MS4 permit renewal to PADEP prior to the February 1, 2025, deadline. The Township received final permit approval on April 21, 2025. The permit became effective on May 1, 2025, and is set to expire April 30, 2030.
- HRG's understanding of LPT tasks being completed in-house.
 - Continue coordinating with HRG, GHD, and the Township's GIS Manager on GIS mapping efforts.

MS4 – JOINT POLLUTANT REDUCTION PLAN (PRP) (PAXTON CREEK COLLABORATIVE - CRW, LPT, ST):

- PennDOT Partnership Program Management
 - All previous projects through the contract with RES have been completed, and it is our understanding that LPT/A is handling any future coordination with the other entities directly.

OUTSTANDING PROPOSALS:

- None.

DESIGN PROJECT STATUS:

- Melbourne Drive and Surrounding Area Drainage Improvements {HRG #R000184.0555}
 - HRG completed the preliminary design for the expanded project area. HRG provided the additional SUE Level A test pit locations to LPTA. LPTA is in progress of completing the SUE Level A test pits. Test pitting by LPTA is ongoing.

- Colonial Park Stormwater Improvements Project {HRG #R004807.0450}
 - Colonial Park Area A (Oak Park Circle) survey and basemapping are completed. Preliminary design has been completed and reviewed with LPTA staff. Test pitting has been completed by the subconsultant. HRG has received the test pit data and final plans are being prepared for review.
 - Colonial Park Areas B (Berryhill Rd/North Rd/South Rd) survey and basemapping have been completed. Preliminary design has been completed and reviewed with LPTA staff. Test pitting has been completed by the subconsultant. HRG has received the test pit data and final plans are being prepared for review.
 - Colonial Park Area C (Edwin Ave/Ricker Ave) survey and basemapping have been completed. HRG has completed preliminary design. A portion of the project area is in pursuit of a grant opportunity through the PA SWS grant program (estimated award is spring 2026). Preliminary design has been completed and reviewed with LPTA staff. Test pitting has been completed by the subconsultant. HRG has received the test pit data and final plans are being prepared for review.
- Conway Road Park Fill Site
 - Earthwork and final stabilization have been completed. HRG performed a cursory review of the as-built survey which was completed on 10/30/2025 and the grading appears to be consistent with the proposed plan.
 - HRG construction services team will be coordinating final punch list items, ESC control removal etc., with Doli in preparation for the Notice of Termination.
 - NPDES Annual Report was submitted to DCCD on 11/13/2025.
- Public Works Basin Water Quality Retrofit Project {HRG #R004807.0456}
 - LPTA staff have completed the construction of the basin and awaiting final seeding in Spring 2026.
- Utah Avenue Drainage Improvements {HRG #R004807.0456}
 - HRG has completed the Survey and Basemapping for the project area. HRG has completed preliminary design and reviewed with LPTA staff. HRG is finalizing plans and preparing for bidding a portion of the project in 2026.

CONSTRUCTION PROJECT STATUS:

- BC 7-8 Drainage Improvements – Design; {HRG #R000184.0539}
 - The project is complete, and contract closeout is underway.
- PC-3E and PC-1F Sanitary and Storm Sewer System Replacement and Rehabilitation Projects: HRG #R004807.0444}
 - Doli mobilized to the project site and began working in October 2024. Through mid-November 2025, Doli has completed pipe work in all areas west of N. Mountain Road and is currently working along Blue Eagle Ave. and surrounding areas. Base paving has occurred in portions of Colonial Club Dr., Lemar Ave., Santo Cir., Kingston Road, Clermont Dr., Blanchester Road, Banbridge Dr., and N. Lockwillow Ave. LPTA staff are periodically updating the Lower Paxton at Work website with completion status.

- Substantial and final completion dates set as September 27, 2025, and November 26, 2025, respectively. It is expected that base paving and concrete restoration work will continue until approximately the week of December 22, 2025. Just prior to the holidays, HRG, LPTA, and Doli will assess the amount of remaining work and process a time extension change order for final completion in the Spring 2026, factoring in additional time incurred to Doli from extra work that was added to the contract via past Field Orders and Work Change Directives.
- Work at the Conway Fill site has been substantially completed and a list of minor punchlist items was developed by HRG during a site visit on November 4, 2025. Once Doli addresses all punchlist items, the Notice of Termination (NOT) will be filed with the DCCD to close out the NPDES permit for the fill site.
- As required for the permits associated with the project, the NPDES Annual Report was submitted to DCCD on 11/13/2025 to fulfill LPT's annual reporting requirement.

■ Friendship YMCA Stormwater Basins Water Quality Retrofit Project {HRG #R004807.0451}

- Substantial Completion occurred on August 27, 2025. Final Grade Excavation, LLC will return in Spring 2026 to reseed as necessary for final stabilization.
- The dechlorination system has been operated by YMCA staff for 2 months, and LPTA has been successfully submitting NPDES eDMR reports. HRG will monitor any comments or questions from LPTA/YMCA.

MISCELLANEOUS ITEMS:

- Stormwater Fee Credit Application Reviews {HRG #R004807.0441}
 - There are no active credit applications under review.
- Emergency Contract Support {HRG #R004807.0440}
 - No work orders that necessitated HRG's involvement were developed in the last reporting cycle.
- Dauphin County Water Resource Enhancement Program (WREP) [HRG #R006524.0433]
 - Tri-County Regional Planning Commission is leading the planning objectives and activities for 2025. HRG's support is focused on project management for CAP Block Grant-funded projects.
- Stormwater Asset Management Plan {HRG #R004807.0459}
 - The AMP proposal was authorized on 8/28/2025 and the kickoff meeting with LPT/A and HRG occurred on 9/11/2025. Three workgroups were formed to usher the goals of the AMP forward with representation from HRG and LPT/A on all workgroups. Workgroups are meeting as necessary to move their tasks forward. The three groups include:
 - Finance/Planning
 - GIS
 - Asset Evaluation/Construction

- HRG has proposed 2/12/26 as the first project milestone in-person meeting. This meeting will present preliminary findings of the Condition Assessment, Concern Areas review, and the Regulatory Strategy.
- The GIS system was reviewed with LPT/A staff and consultants during Sept/Oct 2025 and prepared for use during the condition assessment.
- The condition assessment field work began on 11/03/2025 and is focused on the rapid condition assessment evaluation areas derived in the GIS from the paving plan, planned sanitary sewer work, concern areas, and the 2024 roadway AMP data. That work will continue through January 2026.
- LPT/A and HRG staff met multiple times to review concern areas across the Township. Where appropriate, those areas were added to the condition assessment evaluation areas. Concern areas are being analyzed by HRG staff to provide recommendations to LPT/A.
- Efforts were initiated on the regulatory strategy approach in October 2025. This will ensure efforts around the township are viewed through the regulatory lens and properly catalogued to meet regulatory requirements.
- Reviewed LPTA rate model and incorporated respective data within HRG's in-house rate model. Currently reviewing LPTA bond drawdown schedule for implementation within HRG model.

Herbert, Rowland & Grubic, Inc.

Jason R. Hinz

Jason R. Hinz, P.E.

JRH/LB
R004807.0435

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