



Township of Lower Paxton

***MAXIMUM PARAMETERS BOND SALE DOCUMENT
General Obligation Bonds, Series of 2025***

August 26, 2025

Prepared by:

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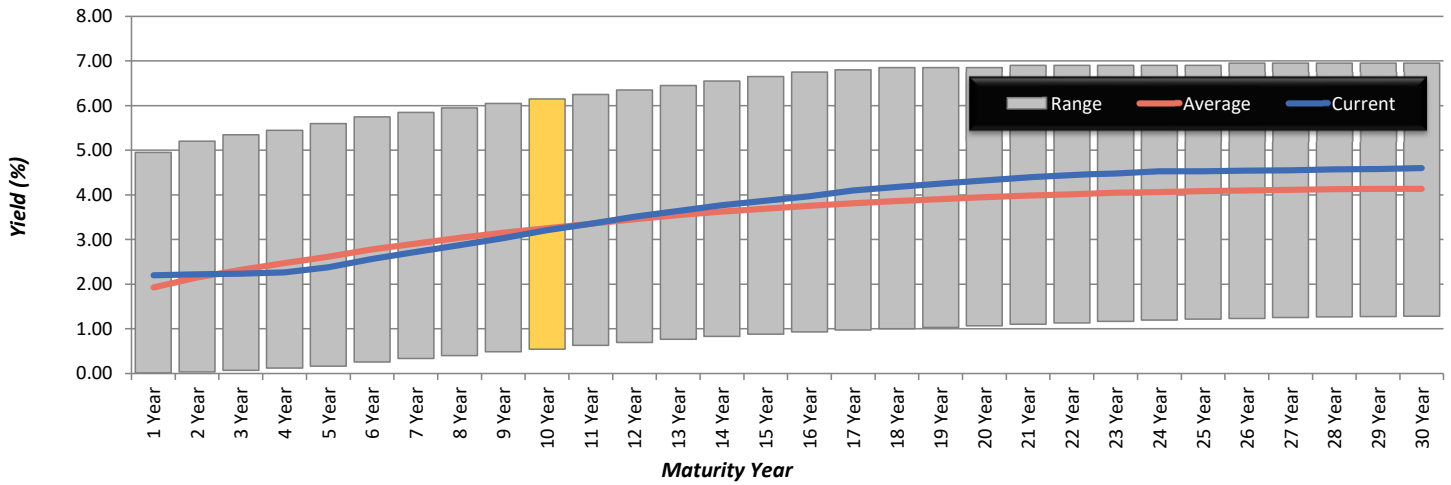


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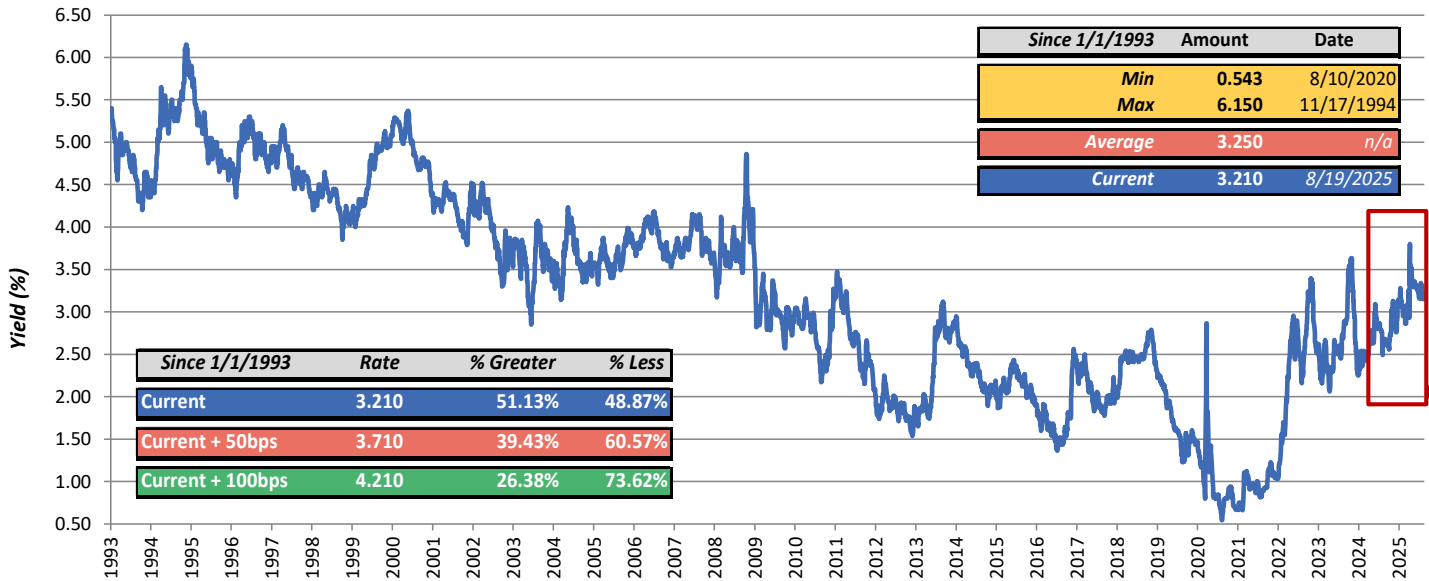
MUNICIPAL MARKET UPDATE

August 19, 2025

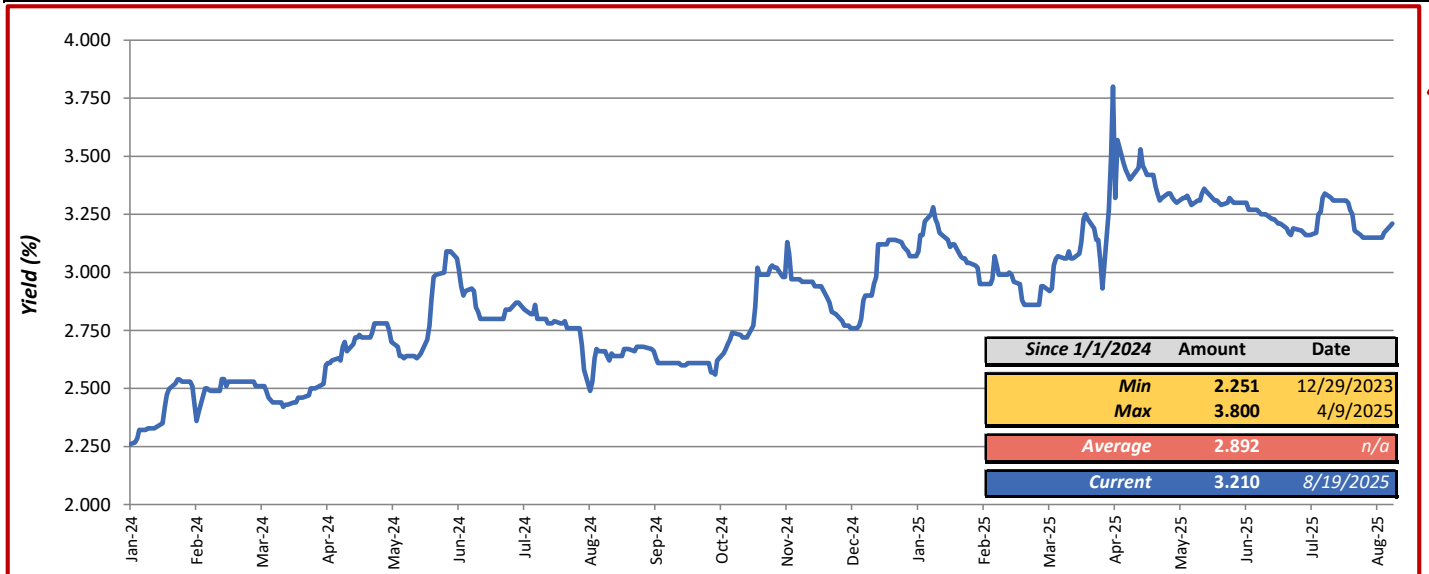
HISTORICAL BVAL CURVE ILLUSTRATION - SINCE JANUARY 1, 1993 [1]



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.

Township of Lower Paxton

New Money Discussion

August 26, 2025

Proposed New Money – Series of 2025

- 1) The Township of Lower Paxton (the “Township”) is currently in the financing process to fund sewer capital needs for the Lower Paxton Township Authority (the “Authority”).
 - a. The Township is planning to borrow approximately \$5 million via a subsidy agreement with the Authority.
 - b. The goal is to complete the financing by November 2025.
- 2) Federal tax laws permit an Issuer to borrow at a tax-exempt interest rate and invest the proceeds at an unlimited (taxable) yield subject to arbitrage requirements during the period of project construction, but only if the following three tests can be satisfied. The governing board must reasonably expect at the time the borrowing:
 - a. **Expenditure Test** – issuer will spend 85% of the proceeds within three years.
 - b. **Time Test** – issuer will incur a substantial binding obligation (sign a design contract, award a construction bid) within six (6) months, equal to at least 5% of the borrowing amount.
 - c. **Due Diligence Test** – construction of the project will proceed, and the bonds funds will be spent, with due diligence to completion.

Parameters Ordinance

- 3) The Parameters Ordinance establishes a series of parameters that the ultimate financing must fit within.
 - a. Parameters established include maximum amount (\$7,800,000) in aggregate and maximum annual interest rate (6.00%) and principal payments that cannot be exceeded.
 - b. The Parameters Ordinance would be for an amount greater than what is authorized as final borrowing amount. After settlement, Bond Counsel will file additional documents with DCED to remove the difference from their records.
 - c. This gives the maximum amount of flexibility to be able to enter the market and price the bonds at an opportune time, rather than waiting for a board meeting date.

**TOWNSHIP OF LOWER PAXTON
SUMMARY OF OUTSTANDING INDEBTEDNESS**

Debt Service Requirements											
1 Fiscal Year Ended	2 G.O. Bonds Series of 2014	3 G.O. Bonds Series of 2015	4 G.O. Bonds Series of 2016	5 G.O. Bonds Series of 2019	6 Pennvest Loan Series of 2019	7 G.O. Bonds Series A of 2020	8 G.O. Bonds Series B of 2020	9 G.O. Bonds Series C of 2020 (Taxable)	10 G.O. Bonds Series of 2022	11 G.O. Bonds Series of 2024	12 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	13,661,132
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	13,693,871
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	12,782,825
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	12,781,189
12/31/2030			1,193,044	4,938,000	800,896	1,476,600		2,235,867	1,396,450	736,675	12,777,532
12/31/2031			1,190,069	4,498,500	800,896	1,480,000		2,238,275	1,395,050	736,525	12,339,314
12/31/2032			1,195,581	4,840,900	800,896	1,477,300		2,238,601	1,058,850	736,375	12,348,503
12/31/2033			1,193,856	5,184,100	800,896	1,478,500		2,236,785	744,450	736,225	12,374,812
12/31/2034			1,195,463	5,184,300	800,896	1,478,500		2,237,713	745,450	736,075	12,378,396
12/31/2035			1,195,931	5,187,900	800,896	1,477,300		1,732,385	745,650	735,875	11,875,937
12/31/2036			1,194,566	5,179,800	800,896	1,474,900		1,733,462	745,050	735,625	11,864,298
12/31/2037			930,816	5,174,900	800,896	1,476,200		1,735,541	746,375	735,375	11,600,102
12/31/2038			930,441	5,182,600	800,896	1,476,100		1,731,715	744,800	735,125	11,601,677
12/31/2039				5,182,500	290,452	1,479,500		2,663,830	747,700	734,875	11,098,857
12/31/2040				593,100		1,476,400		2,661,469	745,075	1,855,875	7,331,919
12/31/2041				592,900		1,476,800		2,664,958	746,925	1,856,625	7,338,208
12/31/2042				596,800		1,475,600		2,659,162	743,250	1,854,375	7,329,187
12/31/2043				599,700		1,477,700		2,661,278	744,050	1,854,000	7,336,728
12/31/2044				596,700		1,478,000		2,661,156	744,250	1,855,250	7,335,356
12/31/2045						1,476,500		1,171,325	743,850	1,853,000	5,244,675
12/31/2046						1,478,100		1,177,307	747,775	1,852,125	5,255,307
12/31/2047						1,477,700			746,025	1,852,375	4,076,100
12/31/2048						1,475,300				1,853,500	3,328,800
12/31/2049						1,475,800				1,855,250	3,331,050
12/31/2050						1,479,000					1,479,000
12/31/2051											
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	246,425,899
Principal*:	1,930,000	7,840,000	12,340,000	47,510,000	9,517,303	23,355,000	1,605,000	32,755,000	15,600,000	14,665,000	167,117,303
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	
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	

* Outstanding as of August 19, 2025

**TOWNSHIP OF LOWER PAXTON
SUMMARY OF OUTSTANDING INDEBTEDNESS**

FUND ALLOCATIONS

Debt Service Requirements

SEWER FUND ALLOCATION										
1 Fiscal Year Ended	2 G.O. Bonds Series of 2014	3 G.O. Bonds Series of 2015	4 G.O. Bonds Series of 2016	5 G.O. Bonds Series of 2019	6 Pennvest Loan Series of 2019	7 G.O. Bonds Series A of 2020	8 G.O. Bonds Series C of 2020 (Taxable)	9 G.O. Bonds Series of 2022	10 G.O. Bonds Series of 2024	11 Sub-Total Sewer Allocation
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	10,201,383
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	10,232,825
12/31/2028		2,206,375	928,222	1,702,600	800,896	1,476,600	1,731,407	650,300	736,975	10,233,374
12/31/2029		1,674,750	929,219	2,232,800	800,896	1,477,100	1,729,953	647,700	736,825	10,229,242
12/31/2030			928,369	3,907,200	800,896	1,476,600	1,732,146	649,200	736,675	10,231,086
12/31/2031			926,919	3,904,800	800,896	1,480,000	1,733,107	649,700	736,525	10,231,947
12/31/2032			929,325	4,246,300	800,896	1,477,300	1,732,646	311,100	736,375	10,233,942
12/31/2033			930,013	4,589,200	800,896	1,478,500	1,730,722		736,225	10,265,555
12/31/2034			929,419	4,584,800	800,896	1,478,500	1,732,240		736,075	10,261,929
12/31/2035			928,013	4,589,500	800,896	1,477,300	1,732,385		735,875	10,263,968
12/31/2036			930,178	4,583,100	800,896	1,474,900	1,733,462		735,625	10,258,160
12/31/2037			930,816	4,580,500	800,896	1,476,200	1,735,541		735,375	10,259,327
12/31/2038			930,441	4,586,200	800,896	1,476,100	1,731,715		735,125	10,260,477
12/31/2039				4,584,900	290,452	1,479,500	2,663,830		734,875	9,753,557
12/31/2040						1,476,400	2,661,469		1,855,875	5,993,744
12/31/2041						1,476,800	2,664,958		1,856,625	5,998,383
12/31/2042						1,475,600	2,659,162		1,854,375	5,989,137
12/31/2043						1,477,700	2,661,278		1,854,000	5,992,978
12/31/2044						1,478,000	2,661,156		1,855,250	5,994,406
12/31/2045						1,476,500	1,171,325		1,853,000	4,500,825
12/31/2046						1,478,100	1,177,307		1,852,125	4,507,532
12/31/2047						1,477,700			1,852,375	3,330,075
12/31/2048						1,475,300			1,853,500	3,328,800
12/31/2049						1,475,800			1,855,250	3,331,050
12/31/2050						1,479,000				1,479,000
12/31/2051										
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	203,565,378

Principal*:	1,230,000	7,840,000	9,870,000	37,595,000	9,517,303	23,355,000	29,280,000	3,705,000	14,665,000	137,057,303
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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
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

* Outstanding as of August 19, 2025

WRAP STRUCTURE SCENARIO (SEWER FUND)												
			1	2	3	4	5	6	7	8		
			2024 NM	2025 NM	2027 NM	2029 NM	2031 NM	2032 NM	2035 NM	TOTAL		
Construction Fund Deposit			\$15,700,000	\$5,000,000	\$6,000,000	\$2,000,000	\$7,000,000	\$3,000,000	\$2,000,000	\$40,700,000		
Timing			March 2024	November 2025	October 2027	June 2029	February 2031	December 2032	July 2035	-		
Term			25 Years	25 Years	25 Years	15 Years	25 Years	15 Years	15 Years	-		
Structure			Wrap	Wrap	Wrap	Wrap	Wrap	Wrap	Wrap	-		
BQ Status ^[1]			Non-Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified	Bank Qualified	-		
Call Feature			8 - 10 Years	5 Years	5 Years	5 Years	5 Years	5 Years	5 Years	-		
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	Estimated Debt Service ^[2]	Estimated Debt Service ^[2]	Estimated Debt Service ^[2]	Estimated Debt Service ^[2]	Estimated Debt Service ^[2]	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	232,897						970,172	10,434,280	232,897
12/31/2027	12,956,746	9,495,700	737,125	267,705						1,004,830	10,500,530	34,808
12/31/2028	12,045,850	9,496,399	736,975	267,455	313,805					1,318,235	10,814,634	313,555
12/31/2029	12,044,364	9,492,417	736,825	267,205	318,717	31,902				1,354,649	10,847,066	36,814
12/31/2030	12,040,857	9,494,411	736,675	266,955	318,540	100,619				1,422,789	10,917,200	63,805
12/31/2031	11,602,789	9,495,422	736,525	266,705	318,362	100,444	236,038			1,658,073	11,153,495	236,038
12/31/2032	11,612,128	9,497,567	736,375	266,480	318,182	100,267	358,970			1,780,273	11,277,840	122,932
12/31/2033	11,638,587	9,529,330	736,225	266,280	317,999	100,088	358,795	115,398		1,894,784	11,424,114	115,398
12/31/2034	11,642,321	9,525,854	736,075	266,080	317,813	104,818	358,618	143,389		1,926,792	11,452,646	27,992
12/31/2035	11,140,062	9,528,093	735,875	265,880	317,621	104,453	358,439	143,212	22,286	1,947,766	11,475,859	22,286
12/31/2036	11,128,673	9,522,535	735,625	265,678	317,423	104,081	358,259	143,034	94,058	2,018,156	11,540,691	71,771
12/31/2037	10,864,727	9,523,952	735,375	265,469	317,218	103,696	358,077	142,854	93,882	2,016,570	11,540,522	
12/31/2038	10,866,552	9,525,352	735,125	265,250	317,007	103,300	357,891	142,671	93,705	2,014,949	11,540,300	
12/31/2039	10,363,982	9,018,682	734,875	543,613	551,510	102,891	357,698	142,485	93,527	2,526,598	11,545,280	
12/31/2040	5,476,044	4,137,869	1,855,875	545,225	589,453	459,658	626,987	421,721	240,632	4,739,550	8,877,418	
12/31/2041	5,481,583	4,141,758	1,856,625	545,763	590,594	462,943	625,326	420,037	239,890	4,741,177	8,882,934	
12/31/2042	5,474,812	4,134,762	1,854,375	545,206	590,651	455,100	627,753	422,454	238,836	4,734,373	8,869,135	
12/31/2043	5,482,728	4,138,978	1,854,000	543,500	589,621	456,087	629,186	418,931	242,296	4,733,619	8,872,597	
12/31/2044	5,480,106	4,139,156	1,855,250	545,500	592,468	455,613	624,688	419,496	240,266	4,733,280	8,872,436	
12/31/2045	3,391,675	2,647,825	1,853,000	541,625	594,075		629,110	418,993	242,695	4,279,497	6,927,322	
12/31/2046	3,403,182	2,655,407	1,852,125	546,238	594,376		627,284	422,270	239,561	4,281,853	6,937,260	
12/31/2047	2,223,725	1,477,700	1,852,375	544,188	593,339		629,204	419,269	240,878	4,279,251	5,756,951	
12/31/2048	1,475,300	1,475,300	1,853,500	541,088	590,976		624,970	419,984	241,509	4,272,025	5,747,325	
12/31/2049	1,475,800	1,475,800	1,855,250	541,806	592,194		629,463		241,430	3,860,143	5,335,943	
12/31/2050	1,479,000	1,479,000		546,081	591,859		627,492		240,605	2,006,037	3,485,037	
12/31/2051				543,913	594,839		629,017			1,767,768	1,767,768	
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	10,503,782	12,330,413	3,345,956	13,773,467	4,756,195	3,046,051	77,757,697	261,202,735	2,015,721

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.



TOWNSHIP OF LOWER PAXTON
Preliminary Financing Schedule
Series of 2025 - New Money Bonds



August 2025							September 2025							October 2025						
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
					1	2		1	2	3	4	5	6				1	2	3	4
3	4	5	6	7	8	9	7	8	9	10	11	12	13	5	6	7	8	9	10	11
10	11	12	13	14	15	16	14	15	16	17	18	19	20	12	13	14	15	16	17	18
17	18	19	20	21	22	23	21	22	23	24	25	26	27	19	20	21	22	23	24	25
24	25	26	27	28	29	30	28	29	30					26	27	28	29	30	31	
31																				

November 2025							December 2025						
S	M	T	W	T	F	S	S	M	T	W	T	F	S
						1		1	2	3	4	5	6
2	3	4	5	6	7	8	7	8	9	10	11	12	13
9	10	11	12	13	14	15	14	15	16	17	18	19	20
16	17	18	19	20	21	22	21	22	23	24	25	26	27
23	24	25	26	27	28	29	28	29	30	31			
30													

Tentative Timeline

<u>Date</u>	<u>Objective</u>
Mid-August 2025	- PFM to Send Information Request to Township/Authority
Late August 2025	- Info Request Due Back to PFM - Draft Preliminary Official Statement ("POS")
Tuesday, August 26, 2025	* Authority Meeting * - PFM Discussion on Series of 2025 Borrowing Plan - Subsidy Agreement
Tuesday, September 2, 2025	* Township Board of Supervisors Meeting * - PFM Discussion on Series of 2025 Borrowing Plan - Board considers Maximum Parameters Ordinance
Mid-September 2025	- Credit Rating Packet and Draft POS to Rating
Late September 2025	- Due Diligence Call with Financing Team / Township - Credit Rating Interview
Early October 2025	- Credit Rating Due Back to District - PFM to Post Final POS
Mid-October 2025	- Bond Sale / Interest Rate Lock
Mid-November 2025	- Estimated Settlement Date



2025 Maximum Parameters Amortization

TOWNSHIP OF LOWER PAXTON					
Series of 2025				Settle	11/12/2025
(New Money - ESTIMATED)				Dated	11/12/2025
MAXIMUM PARAMETERS					
1	2	3	4	5	6
<u>Date</u>	<u>Principal</u>	<u>Rate</u>	<u>Interest</u>	<u>Semi-Annual Debt Service</u>	<u>Fiscal Year Debt Service</u>
4/1/2026	5,000	6.000	180,700.00	185,700.00	
10/1/2026			233,850.00	233,850.00	419,550.00
4/1/2027	40,000	6.000	233,850.00	273,850.00	
10/1/2027			232,650.00	232,650.00	506,500.00
4/1/2028	40,000	6.000	232,650.00	272,650.00	
10/1/2028			231,450.00	231,450.00	504,100.00
4/1/2029	40,000	6.000	231,450.00	271,450.00	
10/1/2029			230,250.00	230,250.00	501,700.00
4/1/2030	40,000	6.000	230,250.00	270,250.00	
10/1/2030			229,050.00	229,050.00	499,300.00
4/1/2031	40,000	6.000	229,050.00	269,050.00	
10/1/2031			227,850.00	227,850.00	496,900.00
4/1/2032	40,000	6.000	227,850.00	267,850.00	
10/1/2032			226,650.00	226,650.00	494,500.00
4/1/2033	40,000	6.000	226,650.00	266,650.00	
10/1/2033			225,450.00	225,450.00	492,100.00
4/1/2034	40,000	6.000	225,450.00	265,450.00	
10/1/2034			224,250.00	224,250.00	489,700.00
4/1/2035	45,000	6.000	224,250.00	269,250.00	
10/1/2035			222,900.00	222,900.00	492,150.00
4/1/2036	45,000	6.000	222,900.00	267,900.00	
10/1/2036			221,550.00	221,550.00	489,450.00
4/1/2037	45,000	6.000	221,550.00	266,550.00	
10/1/2037			220,200.00	220,200.00	486,750.00
4/1/2038	45,000	6.000	220,200.00	265,200.00	
10/1/2038			218,850.00	218,850.00	484,050.00
4/1/2039	440,000	6.000	218,850.00	658,850.00	
10/1/2039			205,650.00	205,650.00	864,500.00
4/1/2040	460,000	6.000	205,650.00	665,650.00	
10/1/2040			191,850.00	191,850.00	857,500.00
4/1/2041	470,000	6.000	191,850.00	661,850.00	
10/1/2041			177,750.00	177,750.00	839,600.00
4/1/2042	500,000	6.000	177,750.00	677,750.00	
10/1/2042			162,750.00	162,750.00	840,500.00
4/1/2043	520,000	6.000	162,750.00	682,750.00	
10/1/2043			147,150.00	147,150.00	829,900.00
4/1/2044	530,000	6.000	147,150.00	677,150.00	
10/1/2044			131,250.00	131,250.00	808,400.00
4/1/2045	555,000	6.000	131,250.00	686,250.00	
10/1/2045			114,600.00	114,600.00	800,850.00
4/1/2046	590,000	6.000	114,600.00	704,600.00	
10/1/2046			96,900.00	96,900.00	801,500.00
4/1/2047	615,000	6.000	96,900.00	711,900.00	
10/1/2047			78,450.00	78,450.00	790,350.00
4/1/2048	635,000	6.000	78,450.00	713,450.00	
10/1/2048			59,400.00	59,400.00	772,850.00
4/1/2049	635,000	6.000	59,400.00	694,400.00	
10/1/2049			40,350.00	40,350.00	734,750.00
4/1/2050	660,000	6.000	40,350.00	700,350.00	
10/1/2050			20,550.00	20,550.00	720,900.00
4/1/2051	685,000	6.000	20,550.00	705,550.00	
10/1/2051					705,550.00
TOTALS	7,800,000		8,923,900.00	16,723,900.00	16,723,900.00



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