

December 22, 2016

Ms. Ruth Huck
Board Secretary
Warren County School District
6820 Market Street
Russell, PA 16345

RE: PLANCON PART K: PROJECT REFINANCING

Lease Number:	152906
Amount Financed:	\$6,698,000
Reimbursable Percent:	34.93% (Permanent)
Refinancing Type:	Issuance of general Obligation Note, Series A of 2015 To Refund Series of 2010 (Lease Number 102906)

Dear Ms. Huck:

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

The Commonwealth will share in the excess proceeds realized from these transactions by reducing the April 1, 2016 request for reimbursement on the Series A of 2015 note by \$976.01 (see the attached settlement sheet for detailed information).

Any funds returned to the school district after all refunded bonds have been retired must be used to reduce the reimbursable amortization on the refunding bond issue. The school district is directed to report the unexpended funds related to the escrow to the Comptroller's Office after October 19, 2015. The Commonwealth will share in any funds returned to the school district by reducing the next scheduled debt service payment on the refunding bond issue. Unadjusted overpayments will be cited in future Auditor General audit findings.

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

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

Ms. Huck
Page 2
December 22, 2016

This document and appended materials should be entered into the minutes of the next board meeting. If you have any questions, please contact James Grant at 717.787.5993.

Sincerely,

A handwritten signature in cursive script that reads "Jeannine J. Weiser".

Jeannine J. Weiser, Chief
Division of Budget and School Facilities

JJW/pgs

Attachments

cc: Public Financial Management, Inc.
School Finance
Refunding
Budget

REIMBURSABLE PERCENT -
REFINANCING WITH NO NEW MONEY

SD/AVTS: Warren County

LEASE #: 152906

Lease #	Outstanding Debt Service	Available Funds	Net Outstanding Debt	Reim %	T or P	Eligible Debt
102906	7,374,050	0	7,374,050	0.3493	(P)	2,575,756
0	0	0	0	0.0000	(P)	0
0	0	0	0	0.0000	(P)	0
0	0	0	0	0.0000	(P)	0
0	0	0	0	0.0000	(P)	0
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TOTAL:	7,374,050	0	7,374,050			2,575,756

A. Total Eligible Debt - Refinancing	2,575,756
B. Total Net Outstanding Debt	7,374,050
C. Total New Debt Service	7,214,335
D. Reimbursable Pct (Temporary or Permanent)	0.3493 (P)
(Total Eligible Debt divided by the greater of Line B or Line C)	

SUMMARY OF SOURCES AND USES OF FUNDS		
District/CTC: Warren County School District	Financing Name: General Obligation Note, Series A of 2015	Closing Date: 10/19/2015
REPORT TO THE PENNY - DO NOT ROUND		
	SERIES 2015A	SERIES _____
SOURCES:		
Bond Issue (Par)	✓\$6,698,000.00	
Original Issue Discount/Premium		
Accrued Interest		
Cash Contribution by District		
Unallocated Funds from Bond		
Issues Being Refunded		
Other Sources of Funds (Specify)		
1. _____		
2. _____		
3. _____		
4. _____		
TOTAL - Sources of Available Funds	✓\$6,698,000.00	
USES:		
Purchase of Investments/Escrow		
Cash for Current Refunding	✓6,638,422.82	
Issuance Costs:		
1. Underwriter Fees		
2. Bond Insurance		
3. Bond Counsel	16,500.00	
4. School Solicitor	8,500.00	
5. Financial Advisor	30,601.17	
5. Paying Agent/Trustee Fees and Expenses	500.00	
7. Printing		
8. Rating Fee		
9. Verification Report		
10. Computer Fees		
11. CUSIP		
12. Internet Auction Fee		
13. Escrow Agent		
14. Bank Counsel Fee	2,500.00	
15. _____		
Total - Issuance Costs	✓\$58,601.17	
Accrued Interest		
Capitalized Interest		
Surplus Monies or Cash to School District		
Other Uses of Funds (Specify)		
1. Sinking Fund Deposit	✓976.01	Deduct From First Reimbursement
2. _____		
TOTAL - USES OF AVAILABLE FUNDS	✓\$6,698,000.00	

152906

District/AVTS		Warren County School District			PDE LEASE # (PDE Use Only)	
Financing Name:		General Obligation Note, Series A of 2015			Total Issue: 6,698,000	
Dated Date:		10/19/2015			Original Issue Premium: 0.00	
Settlement Date:		10/19/2015				
PAYMENT DATE	PRINCIPAL OUTSTANDING	PRINCIPAL	RATE	INTEREST	PERIOD TOTAL	STATE FISCAL YR TOTAL (7/1 - 6/30)
	6,698,000.00					
4/1/2016	6,698,000.00			✓ 58,172.13	58,172.13	58,172.13
10/1/2016	5,631,000.00	1,067,000.00	1.930	64,635.70	1,131,635.70	
4/1/2017	5,631,000.00			54,339.15	54,339.15	1,185,974.85
10/1/2017	4,513,000.00	1,118,000.00	1.930	54,339.15	1,172,339.15	
4/1/2018	4,513,000.00			43,550.45	43,550.45	1,215,889.60
10/1/2018	3,373,000.00	1,140,000.00	1.930	43,550.45	1,183,550.45	
4/1/2019	3,373,000.00			32,549.45	32,549.45	1,216,099.90
10/1/2019	2,721,000.00	652,000.00	1.930	32,549.45	684,549.45	
4/1/2020	2,721,000.00			26,257.65	26,257.65	710,807.10
10/1/2020	2,063,000.00	658,000.00	1.930	26,257.65	684,257.65	
4/1/2021	2,063,000.00			19,907.95	19,907.95	704,165.60
10/1/2021	1,390,000.00	673,000.00	1.930	19,907.95	692,907.95	
4/1/2022	1,390,000.00			13,413.50	13,413.50	706,321.45
10/1/2022	699,000.00	691,000.00	1.930	13,413.50	704,413.50	
4/1/2023	699,000.00			6,745.35	6,745.35	711,158.85
10/1/2023	0.00	699,000.00	1.930	6,745.35	705,745.35	
4/1/2024						705,745.35
TOTAL		✓ 6,698,000.00		516,334.83	7,214,334.83	7,214,334.83