

RECEIVED

FEB 11 2008

Avon Grove School District
Business Office



COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF EDUCATION
333 MARKET STREET
HARRISBURG, PA 17126-0333
www.pde.state.pa.us

PLANCON PART K: PROJECT REFINANCING

January 31, 2008
*REVISION

Ms. Wendi Lee Fultz
Board Secretary
Avon Grove School District
375 Kelton Jennersville Road
West Grove, PA 19390-9409

Lease Number: 072570
Amount Financed: \$2,645,000
Reimbursable Percent: 19.35% (Permanent)
Refinancing Type: Issuance of General Obligation Bonds,
Series of 2007 to Refund General
Obligation Bonds, Series of 2002 (Lease
Number 022570)

Dear Ms. Fultz:

This will acknowledge 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 November 15, 2007 debt service payment on the Series of 2007 bonds by \$1,144.36 (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 district is directed to report the unexpended funds related to the escrow to the Comptroller's Office after May 15, 2007. The Commonwealth will share in any funds returned to the 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.

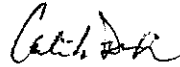
The \$58,196.25 contributed by the District at settlement will be reimbursed at 19.35% under Lease Number 022570. An application must be forwarded to the Comptroller's Office for prompt payment.

A condition of this approval is that, unless otherwise approved by the Department, all available funds in the bond issues(s) 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.

Ms. Fultz
Page 2
January 31, 2008

This document and appended materials should be entered into the minutes of the next board meeting. The information was reviewed by Celeste Slothower who may be reached at (717)787-5480.

Sincerely,



Carle A. Dixon, Chief
Division of School Facilities
Bureau of Budget and Fiscal Management

Attachments

cc: Public Financial Management
School Finance
Refunding
Budget
Chronological File

CAD/smp

REIMBURSABLE PERCENT -
REFINANCING WITH NO NEW MONEY

SD/AVTS: Avon Grove

LEASE #: 072570

Lease #	Outstanding Debt Service	Available Funds	Net Outstanding Debt	Reim %	T or P	Eligible Debt
022570 ✓	3,726,353 ✓	58,196	3,668,156	0.1935 ✓	(P) ✓	709,788
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
TOTAL:	3,726,353	58,196	3,668,156			709,788

A. Total Eligible Debt - Refinancing	709,788
B. Total Net Outstanding Debt	3,668,156
C. Total New Debt Service	3,582,413 ✓
D. Reimbursable Pct (Temporary or Permanent)	0.1935 (P)
(Total Eligible Debt divided by the greater of Line B or Line C)	

SUMMARY OF SOURCES AND USES OF FUNDS

District/AVTS: Avon Grove School District	Financing Name: General Obligation Bonds, Series of 2007	Closing Date: 5/15/07	
REPORT TO THE PENNY - DO NOT ROUND			
	SERIES 2007	SERIES _____	TOTAL
SOURCES:			
Bond Issue (Par)	\$2,645,000.00 ✓		\$2,645,000.00
Original Issue Discount/Premium	(4,210.00) ✓		(4,210.00)
Accrued Interest			
Cash Contribution by District	58,196.25 /		58,196.25
Unallocated Funds from Bond Issues Being Refunded			
Other Sources of Funds (Specify)			
1. _____			
2. _____			
3. _____			
4. _____			
TOTAL - Sources of Available Funds	\$2,698,986.25 ✓		\$2,698,986.25
USES:			
Purchase of Investments / Escrow			
Cash for Current Refunding	2,633,196.25 ✓		2,633,196.25
Issuance Costs:			
1. Underwriter Fees	11,241.25		11,241.25
2. Bond Insurance	10,000.00		10,000.00
3. Bond Counsel	11,250.79 *		11,250.79
4. School Solicitor	5,000.00		5,000.00
5. Financial Advisor	15,806.60		15,806.60
6. Paying Agent/ Trustee Fees and Expenses			
7. Printing	5,989.00		5,989.00
8. Rating Fee	3,250.00		3,250.00
9. Verification Report			
10. Computer Fees			
11. CUSIP	358.00		358.00
12. Internet Auction Fee	1,750.00		1,750.00
13. Escrow Agent			
14. _____			
15. _____			
Total - Issuance Costs	\$64,645.64 ✓		\$64,645.64
Accrued Interest			
Capitalized Interest			
Surplus Monies or Cash to District			
Other Uses of Funds (Specify)			
1. Sinking Fund Deposit	1,144.36	→ Deduct from 1st pmt	1,144.36
2. _____			
TOTAL - USES OF AVAILABLE FUNDS	\$2,698,986.25 ✓		\$2,698,986.25

RECEIVED
JAN 04 2008
DIVISION OF
SCHOOL FACILITIES

* Revised based on additional legal expense received after settlement.

District/AVTS Avon Grove School District					PDE LEASE # (PDE Use Only) 072570	
Financing Name: General Obligation Bonds, Series of 2007					Total Bond Issue: 2,645,000	
Dated Date: 15-May-2007 ✓					Original Issue	
Settlement Date: 15-May-2007					Discount: -4,210.00	
Bond Discount: 11,241.25						
PAYMENT DATE	PRINCIPAL OUTSTANDING	PRINCIPAL	RATE	INTEREST	PERIOD TOTAL	STATE FISCAL YR TOTAL (7/1 - 6/30)
	2,645,000.00					
11/15/2007	2,600,000.00	45,000.00	4.000	51,305.00	96,305.00	
5/15/2008	2,600,000.00			50,405.00	50,405.00	146,710.00
11/15/2008	2,470,000.00	130,000.00	4.000	50,405.00	180,405.00	
5/15/2009	2,470,000.00			47,805.00	47,805.00	228,210.00
11/15/2009	2,335,000.00	135,000.00	4.000	47,805.00	182,805.00	
5/15/2010	2,335,000.00			45,105.00	45,105.00	227,910.00
11/15/2010	2,190,000.00	145,000.00	4.000	45,105.00	190,105.00	
5/15/2011	2,190,000.00			42,205.00	42,205.00	232,310.00
11/15/2011	2,040,000.00	150,000.00	3.600	42,205.00	192,205.00	
5/15/2012	2,040,000.00			39,505.00	39,505.00	231,710.00
11/15/2012	1,885,000.00	155,000.00	3.600	39,505.00	194,505.00	
5/15/2013	1,885,000.00			36,715.00	36,715.00	231,220.00
11/15/2013	1,730,000.00	155,000.00	3.700	36,715.00	191,715.00	
5/15/2014	1,730,000.00			33,847.50	33,847.50	225,562.50
11/15/2014	1,570,000.00	160,000.00	3.700	33,847.50	193,847.50	
5/15/2015	1,570,000.00			30,887.50	30,887.50	224,735.00
11/15/2015	1,400,000.00	170,000.00	3.750	30,887.50	200,887.50	
5/15/2016	1,400,000.00			27,700.00	27,700.00	228,587.50
11/15/2016	1,225,000.00	175,000.00	3.800	27,700.00	202,700.00	
5/15/2017	1,225,000.00			24,375.00	24,375.00	227,075.00
11/15/2017	1,040,000.00	185,000.00	3.850	24,375.00	209,375.00	
5/15/2018	1,040,000.00			20,813.75	20,813.75	230,188.75
11/15/2018	845,000.00	195,000.00	3.900	20,813.75	215,813.75	
5/15/2019	845,000.00			17,011.25	17,011.25	232,825.00
11/15/2019	650,000.00	195,000.00	4.000	17,011.25	212,011.25	
5/15/2020	650,000.00			13,111.25	13,111.25	225,122.50
11/15/2020	445,000.00	205,000.00	4.000	13,111.25	218,111.25	
5/15/2021	445,000.00			9,011.25	9,011.25	227,122.50
11/15/2021	225,000.00	220,000.00	4.050	9,011.25	229,011.25	
5/15/2022	225,000.00			4,556.25	4,556.25	233,567.50
11/15/2022	0.00	225,000.00	4.050	4,556.25	229,556.25	
5/15/2023	0.00			0.00	0.00	229,556.25
TOTAL		2,645,000.00		937,412.50	3,582,412.50	3,582,412.50

check (p+i) : 3,582,412.50