

NEW ISSUE—BOOK-ENTRY ONLY

RATINGS: Moody's: "Aa2" (underlying)
(See Rating herein)

In the opinion of Bond Counsel, under existing statutes, regulations, and judicial decisions, interest on the Bonds is excluded from gross income for purposes of federal income taxation and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals and corporations, although in the case of corporations (as defined for federal income tax purposes) such interest is taken into account in determining adjusted current earnings for purposes of such alternative minimum tax. This opinion of Bond Counsel is subject to continuing compliance by the School District with its covenants in the Resolution and other documents to comply with requirements of the Internal Revenue Code of 1986, as amended, and applicable regulations thereunder (herein defined).

Bond Counsel is also of the opinion that under the laws of the Commonwealth of Pennsylvania (the "Commonwealth") as presently enacted and construed, the Bonds are exempt from personal property taxes in the Commonwealth and the interest on the Bonds is exempt from the Commonwealth's Personal Income Tax and the Commonwealth's Corporate Net Income Tax.

The Bonds are "qualified tax-exempt obligations", for purposes and effect contemplated by Section 265 of the Internal Revenue Code of 1986, as amended (relating to expenses and interest relating to tax-exempt income of certain financial institutions).

For further information concerning federal and state tax matters relating to the Bonds, see "Tax Exemption and Other Tax Matters" herein.

\$9,545,000

Chambersburg Area School District

(Franklin County, Pennsylvania)

General Obligation Bonds, Series A of 2013

BOND SALE DOCUMENT

May 22, 2013

**BID RESULTS AND
DEBT SERVICE SCHEDULE**

Public Financial Management, Inc.
Financial Advisor to the School District



MUNICIPAL MARKET UPDATE

May 22, 2013

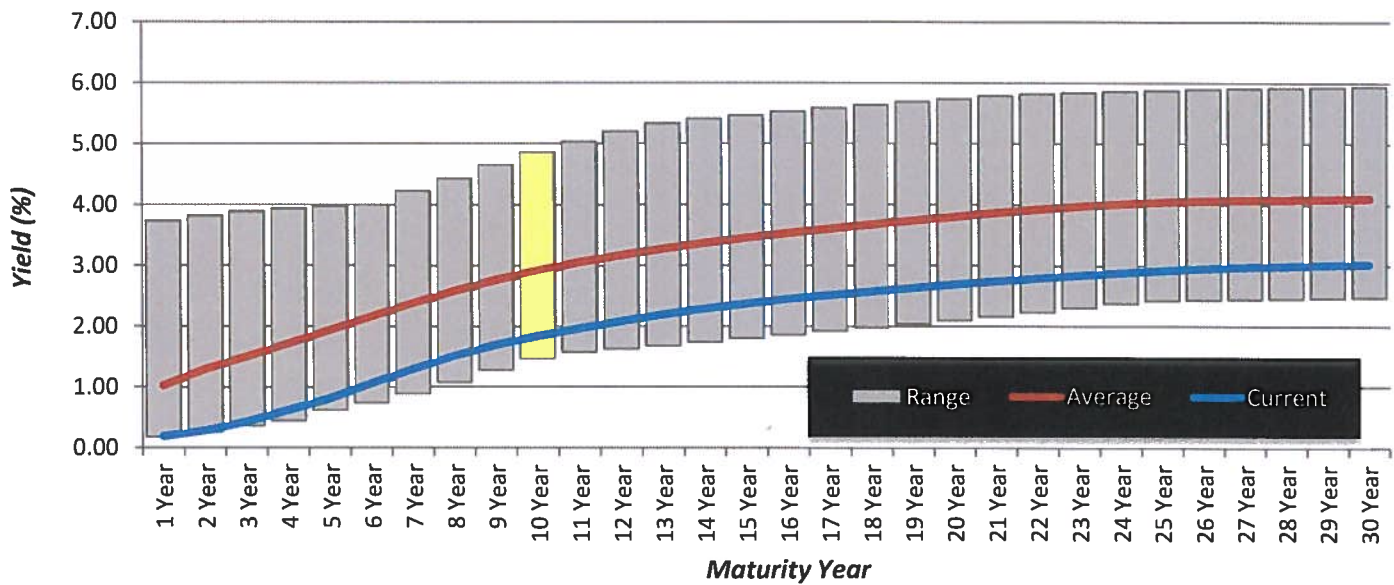


MMD YIELD CURVE

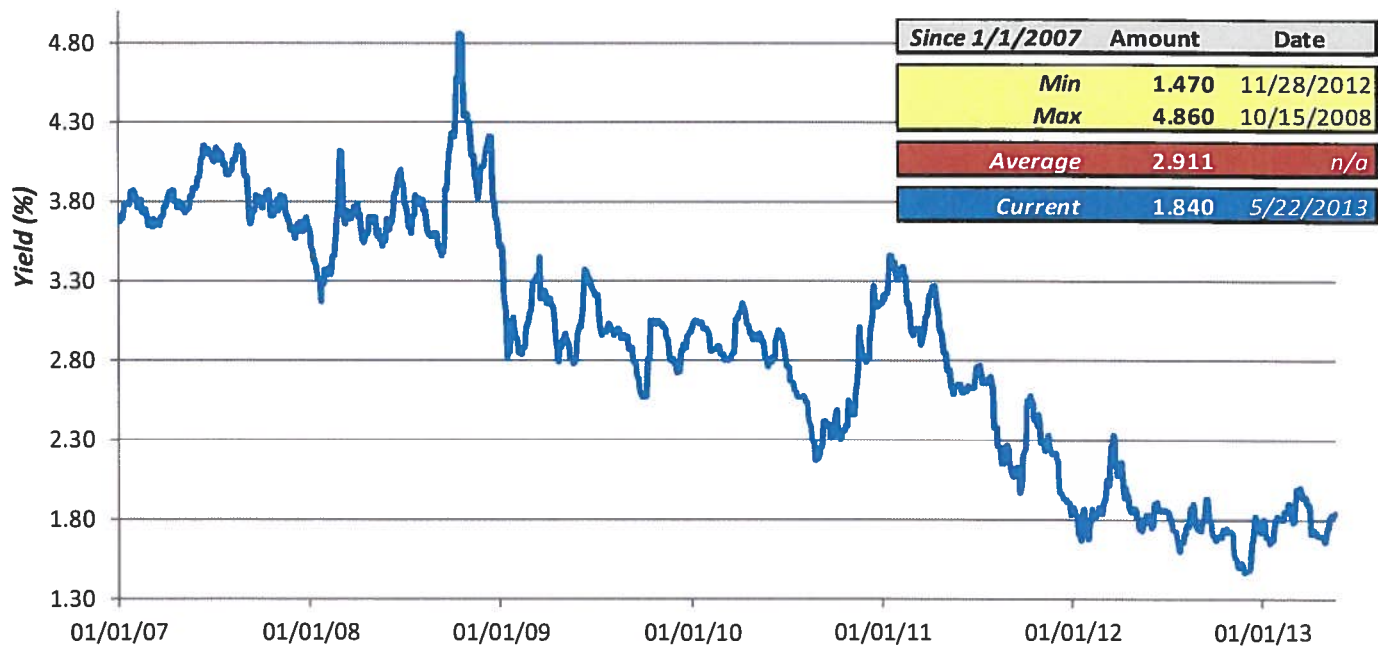
The MMD Yield Curve is a high grade municipal yield curve published daily by Municipal Market Data. It is one of the most commonly used benchmarks in municipal finance. The yields within the curve reflect the current yields for each maturity year at which bondholders would likely to sell high quality (AAA rated) general obligation backed bonds. The yield curve is typically influenced by new issuances in the primary market as well as post-issuance trading in the secondary market.

Municipal bonds typically trade at a "spread to MMD", meaning the difference between the yield in a specific year of a bond issue and the respective yield in the MMD Yield Curve. While these spreads vary over time, they can be a meaningful and powerful tool in trying to compare relative yield levels in a volatile interest rate environment.

HISTORICAL MMD CURVE ILLUSTRATION - SINCE JANUARY 1, 2007



SPOT ANALYSIS - 10 YEAR MMD - SINCE JANUARY 1, 2007



MOODY'S

INVESTORS SERVICE

New Issue: Moody's assigns Aa2 to Chambersburg Area School District's (PA) \$9.5 million G.O. Bonds, Series A of 2013

Global Credit Research - 17 May 2013

Maintains Aa2 rating on \$144.4 million of parity debt outstanding

CHAMBERSBURG AREA SCHOOL DISTRICT, PA
Public K-12 School Districts
PA

Moody's Rating

ISSUE	RATING
General Obligation Bonds, Series A of 2013	Aa2
Sale Amount	\$9,545,000
Expected Sale Date	05/30/13
Rating Description	General Obligation

Moody's Outlook

Opinion

NEW YORK, May 17, 2013 –Moody's Investors Service has assigned an underlying Aa2 rating to the Chambersburg Area School District's (PA) \$9.5 million General Obligation Bonds, Series A of 2013. Moody's maintains a Aa2 rating on \$144.4 million of outstanding long-term general obligation debt. The Series A of 2013 bonds are secured by a limited general obligation tax pledge. Of the district's total outstanding general obligation debt, approximately \$40 million is secured by a limited general obligation tax pledge and subject to the Special Session Act 1 property tax limitations; the balance is secured by an unlimited tax pledge. Proceeds from the current issue will refinance the district's Series 2007 bonds for a net present value savings of 13% of refunded principal.

SUMMARY RATING RATIONALE

The Aa2 underlying rating reflects the district's satisfactory financial position given additional reserves outside the General Fund, a large tax base with average wealth levels, and a manageable debt position.

STRENGTHS

- Sizeable and stable tax base
- Reserves outside of General Fund operations

CHALLENGES

- Exposure to state aid declines
- Growing expenditure pressures related to employee salary and benefits

DETAILED CREDIT DISCUSSION

ADEQUATE FINANCIAL OPERATIONS BOLSTERED BY RESERVES HELD OUTSIDE OF GENERAL FUND

The district's financial operations are expected to remain sound due to management's relatively conservative budgeting and the existence of additional reserves outside of the General Fund. Chambersburg increased its General Fund reserves to \$12.3 million, or 11.5% of revenues, in fiscal 2012, from \$2.8 million, or a narrow 2.9% of

revenue, in fiscal 2009. The district gains additional flexibility from a Capital Reserve Fund which maintained \$8 million as of fiscal 2012. Together with the General Fund, these combined reserves make up \$20.3 million, or a sound 19% of General Fund revenues. The Capital Reserve Fund is restricted for use on projects related to capital maintenance or debt service and cannot be transferred to the General Fund for general operations.

Fiscal 2012 ended with a \$5.8 million operating surplus, of which \$3.3 million was transferred to the Capital Reserve Fund. The surplus resulted from conservative budgeting of revenues and expenditure savings related to changes in the employee health care plan. The district's sources of revenue in fiscal 2012 were local taxes (66%), followed by state aid (31%) and federal aid (3.3%).

The fiscal 2013 budget was adopted in June and balanced with a \$1 million appropriation of fund balance and no millage rate increase. Management projects a \$2 million surplus this year, \$1 million of which will be transferred to the Capital Reserve Fund. Although the Capital Reserve Fund bolsters the district's total available reserves, it expects to make significant draws on the fund to build an elementary school in 2013 and 2014 without the use of debt. Although the district is expected to deplete the Capital Reserve Fund, Moody's believes that the district's improving financial position will remain satisfactory as management intends to maintain General Fund reserves at current levels.

LARGE TAX BASE EXPERIENCING STEADY POPULATION GROWTH

The district's \$5.6 billion tax base experienced strong growth over the last decade, although this has slowed in recent years due to the weakened real estate market. From 2000 to 2010, the district's population grew to 66,240 from 55,856, an 18.6% increase, as new residents, including those from Maryland (G.O. rated Aaa/negative outlook) and Harrisburg, PA, were reportedly attracted to the relatively affordable housing and lower property taxes. The district has seen average growth in assessed value averaging 2.5% annually since 2007. Full valuation declined at an annual average rate of 1.5% during the same period, reflecting strong market appreciation and new construction prior to the recession, subsequently followed by a cumulative 12% tax base decline during 2008 through 2010. Both commercial and residential development is expected to continue as land in this traditionally agricultural district remains abundant. Located in Franklin County, close to the Maryland border, the district benefits from its location along the Interstate-81 corridor, a major thoroughfare that continues to spur commercial and light industrial development. Tax collections are satisfactory, exceeding 97%, while the district continues to budget for a more conservative 95%. The county's unemployment rate remained a low 6.5% as of March 2013. Wealth and income levels approximate national medians (98%) and full value per capita is \$84,025.

The district's largest taxpayer, a nursing home/retirement community, continues to appeal its assessed valuation (starting in 1998), requesting full exemption from real estate taxes. While the district is opposing the taxpayer's efforts to obtain a full exemption through the courts, the maximum financial exposure is approximately \$1.5 million and if a judgment should be decided against the district it would likely be paid out of general fund reserves. In addition, the nursing home/retirement community comprises 2% of the total base, providing \$500,000 in annual property tax revenue. Should the nursing home prevail, the loss of revenue could impact credit quality.

MANAGEABLE DEBT POSITION WITH SLOW PAYOUT

The district's direct debt burden at 2.6% of full value will remain manageable, given an absence of future debt plans. The district's overall debt burden, inclusive of overlapping Franklin County debt, is average at 3.4% of full value and remains an average 3.2% after adjusting for school building aid. Amortization of principal is slow, with 33.5% retired within 10 years, as a result of the district's recent borrowings to finance long life assets including three elementary schools and a high school. Debt service made up an average 9.7% of expenditures in fiscal 2012 and is not expected to increase substantially given the structure of debt amortization. All outstanding debt is fixed rate and the district is not party to swaps.

The district participates in the Pennsylvania State School Employees defined benefit Pension Plan and are required to make their Actuarial Required Contribution, which is \$2.9 million in fiscal 2013. The district's adjusted net pension liability, under Moody's methodology for adjusting reported pension data, is \$71.2 million, or a moderate 0.66 times General Fund revenues.

WHAT COULD MAKE THE RATING GO UP

- Considerable tax base growth
- Continued growth in General Fund reserve levels

WHAT COULD MAKE THE RATING GO DOWN

- Draw downs on financial reserves below adequate levels
- Sustained increases in debt levels
- Significant reductions in state aid outside of current projections

KEY STATISTICS

2010 Population: 66,240 (+18.6%)

2012 Full valuation: \$5.6 billion

2012 Full value per capita: \$84,025

Direct debt burden: 2.6%

Overall debt burden (adjusted for building aid): 3.4% (3.2%)

Payout of principal (10 years): 33.5%

Fiscal 2012 General Fund balance: \$12.3 million (11.5% of General Fund revenues)

2010 Median family income (as % of state): 98% (98.5%)

Post-sale parity debt outstanding: \$144.4 million

Principal Methodology

The principal methodology used in this rating was General Obligation Bonds Issued by US Local Governments published in April 2013. Please see the Credit Policy page on www.moody.com for a copy of this methodology.

REGULATORY DISCLOSURES

For ratings issued on a program, series or category/class of debt, this announcement provides certain regulatory disclosures in relation to each rating of a subsequently issued bond or note of the same series or category/class of debt or pursuant to a program for which the ratings are derived exclusively from existing ratings in accordance with Moody's rating practices. For ratings issued on a support provider, this announcement provides certain regulatory disclosures in relation to the rating action on the support provider and in relation to each particular rating action for securities that derive their credit ratings from the support provider's credit rating. For provisional ratings, this announcement provides certain regulatory disclosures in relation to the provisional rating assigned, and in relation to a definitive rating that may be assigned subsequent to the final issuance of the debt, in each case where the transaction structure and terms have not changed prior to the assignment of the definitive rating in a manner that would have affected the rating. For further information please see the ratings tab on the issuer/entity page for the respective issuer on www.moody.com.

Please see www.moody.com for any updates on changes to the lead rating analyst and to the Moody's legal entity that has issued the rating.

Please see the ratings tab on the issuer/entity page on www.moody.com for additional regulatory disclosures for each credit rating.

Analysts

Vito Galluccio
Lead Analyst
Public Finance Group
Moody's Investors Service

Edward Damutz
Additional Contact
Public Finance Group
Moody's Investors Service

CHAMBERSBURG AREA SCHOOL DISTRICT
 (Franklin County, Pennsylvania)
 General Obligation Bonds, Series A of 2013

May 22, 2013

1	2	3	4	5
<u>Bidder</u>	<u>True Interest Cost</u>	<u>Bond Discount</u>	<u>Interest* Rate Range</u>	<u>Number of Bids</u>
1. Janney Montgomery Scott	3.286714%	\$20.00	1.250-3.250	1
2. Sterne, Agee & Leach	3.308286%	17.00	2.400-3.250	4
3. FTN Financial	3.346392%	15.00	1.700-3.500	4
4. Robert Baird	3.372011%	22.85	0.500-3.375	1
5. UBS Financial Services	3.494279%	25.00	2.000-3.500	5
TOTAL				15

Based on Preliminary Issue Size of \$9,545,000*
 *2014 through 2029

- | | |
|--------------------------------|---|
| 1. Moody's Aa2
No Insurance | Bid Alone |
| 2. Moody's Aa2
No Insurance | Bid Alone |
| 3. Moody's Aa2
No Insurance | Bid Alone |
| 4. Moody's Aa2
No Insurance | Bid Alone |
| 5. Moody's Aa2
No Insurance | Syndicate Includes: Roosevelt & Cross and CL King |

PAYING AGENT:

Manufacturers and Traders Trust Company

OPTIONAL REDEMPTION DATE:

9/1/2018 @ PAR

*** Elected officials should review the Preliminary Official Statement for this issue. An electronic version can be found at www.pfmauction.com under the "results" tab. Please provide any comments for the final Official Statement to the District Administration Office within five business days from the date of the bond sale, as referenced above, which would be no later than Wednesday, May 29, 2013. ***

CHAMBERSBURG AREA SCHOOL DISTRICT
SERIES OF 2007

Optional Redemption: September 1, 2015

1	2	3	4	5	6	7	8
<u>Date</u>	<u>Principal</u>	<u>Rate</u>	<u>Interest</u>	<u>Semi-Annual Debt Service</u>	<u>Fiscal Year Debt Service</u>	<u>State Aid</u>	<u>Local Effort</u>
9/1/2013			786,755.00	786,755.00			
3/1/2014	245,000	4.050	786,755.00	1,031,755.00	1,818,510.00	221,571.44	1,596,938.56
9/1/2014			781,793.75	781,793.75			
3/1/2015	260,000	4.500	781,793.75	1,041,793.75	1,823,587.50	222,190.10	1,601,397.40
9/1/2015			775,943.75	775,943.75			
3/1/2016	270,000	4.500	775,943.75	1,045,943.75	1,821,887.50	221,982.96	1,599,904.54
9/1/2016			769,868.75	769,868.75			
3/1/2017	280,000	4.500	769,868.75	1,049,868.75	1,819,737.50	221,721.00	1,598,016.50
9/1/2017			763,568.75	763,568.75			
3/1/2018	295,000	4.500	763,568.75	1,058,568.75	1,822,137.50	222,013.42	1,600,124.08
9/1/2018			756,931.25	756,931.25			
3/1/2019	305,000	4.300	756,931.25	1,061,931.25	1,818,862.50	221,614.39	1,597,248.11
9/1/2019			750,373.75	750,373.75			
3/1/2020	320,000	4.500	750,373.75	1,070,373.75	1,820,747.50	221,844.06	1,598,903.44
9/1/2020			743,173.75	743,173.75			
3/1/2021	335,000	4.550	743,173.75	1,078,173.75	1,821,347.50	221,917.17	1,599,430.33
9/1/2021			735,552.50	735,552.50			
3/1/2022	350,000	4.600	735,552.50	1,085,552.50	1,821,105.00	221,887.62	1,599,217.38
9/1/2022			727,502.50	727,502.50			
3/1/2023	370,000	4.550	727,502.50	1,097,502.50	1,825,005.00	222,362.81	1,602,642.19
9/1/2023			719,085.00	719,085.00			
3/1/2024	400,000	4.550	719,085.00	1,119,085.00	1,838,170.00	223,966.86	1,614,203.14
9/1/2024			709,985.00	709,985.00			
3/1/2025	670,000	4.600	709,985.00	1,379,985.00	2,089,970.00	254,646.75	1,835,323.25
9/1/2025			694,575.00	694,575.00			
3/1/2026	6,115,000	5.250	694,575.00	6,809,575.00	7,504,150.00	914,322.90	6,589,827.10
9/1/2026			534,056.25	534,056.25			
3/1/2027	6,440,000	5.250	534,056.25	6,974,056.25	7,508,112.50	914,805.70	6,593,306.80
9/1/2027			365,006.25	365,006.25			
3/1/2028	6,775,000	5.250	365,006.25	7,140,006.25	7,505,012.50	914,427.98	6,590,584.52
9/1/2028			187,162.50	187,162.50			
3/1/2029	7,130,000	5.250	187,162.50	7,317,162.50	7,504,325.00	914,344.22	6,589,980.78
TOTALS	30,560,000		21,602,667.50	52,162,667.50	52,162,667.50	6,355,619.38	45,807,048.12

PE% 27.66% Temp
 CARF% 44.05%

Net 12.18% Effective Reimbursement

CHAMBERSBURG AREA SCHOOL DISTRICT

SERIES OF 2007

Bonds to be Refunded

Optional Redemption: September 1, 2015

1	2	3	4	5	6	7	8
<u>Date</u>	<u>Principal</u>	<u>Rate</u>	<u>Interest</u>	<u>Semi-Annual Debt Service</u>	<u>Fiscal Year Debt Service</u>	<u>State Aid</u>	<u>Local Effort</u>
9/1/2013			214,323.75	214,323.75			
3/1/2014	245,000	4.050	214,323.75	459,323.75	673,647.50	82,078.76	591,568.74
9/1/2014			209,362.50	209,362.50			
3/1/2015	240,000	4.500	209,362.50	449,362.50	658,725.00	80,260.57	578,464.43
9/1/2015			203,962.50	203,962.50			
3/1/2016			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2016			203,962.50	203,962.50			
3/1/2017			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2017			203,962.50	203,962.50			
3/1/2018			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2018			203,962.50	203,962.50			
3/1/2019			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2019			203,962.50	203,962.50			
3/1/2020			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2020			203,962.50	203,962.50			
3/1/2021			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2021			203,962.50	203,962.50			
3/1/2022			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2022			203,962.50	203,962.50			
3/1/2023			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2023			203,962.50	203,962.50			
3/1/2024			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2024			203,962.50	203,962.50			
3/1/2025			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2025			203,962.50	203,962.50			
3/1/2026			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2026			203,962.50	203,962.50			
3/1/2027			203,962.50	203,962.50	407,925.00	49,702.52	358,222.48
9/1/2027			203,962.50	203,962.50			
3/1/2028	640,000	5.250	203,962.50	843,962.50	1,047,925.00	127,681.59	920,243.41
9/1/2028			187,162.50	187,162.50			
3/1/2029	7,130,000	5.250	187,162.50	7,317,162.50	7,504,325.00	914,344.22	6,589,980.78
TOTALS	8,255,000		6,524,722.50	14,779,722.50	14,779,722.50	1,800,795.38	12,978,927.12

PE% 27.66% Temp
CARF% 44.05%

Net 12.18% Effective Reimbursement

CHAMBERSBURG AREA SCHOOL DISTRICT

SERIES OF 2007

Bonds Remaining After Refunding

Optional Redemption: September 1, 2015

1	2	3	4	5	6	7	8
<u>Date</u>	<u>Principal</u>	<u>Rate</u>	<u>Interest</u>	<u>Semi-Annual Debt Service</u>	<u>Fiscal Year Debt Service</u>	<u>State Aid</u>	<u>Local Effort</u>
9/1/2013			572,431.25	572,431.25			
3/1/2014			572,431.25	572,431.25	1,144,862.50	139,492.68	1,005,369.82
9/1/2014			572,431.25	572,431.25			
3/1/2015	20,000	4.500	572,431.25	592,431.25	1,164,862.50	141,929.53	1,022,932.97
9/1/2015			571,981.25	571,981.25			
3/1/2016	270,000	4.500	571,981.25	841,981.25	1,413,962.50	172,280.44	1,241,682.06
9/1/2016			565,906.25	565,906.25			
3/1/2017	280,000	4.500	565,906.25	845,906.25	1,411,812.50	172,018.48	1,239,794.02
9/1/2017			559,606.25	559,606.25			
3/1/2018	295,000	4.500	559,606.25	854,606.25	1,414,212.50	172,310.90	1,241,901.60
9/1/2018			552,968.75	552,968.75			
3/1/2019	305,000	4.300	552,968.75	857,968.75	1,410,937.50	171,911.87	1,239,025.63
9/1/2019			546,411.25	546,411.25			
3/1/2020	320,000	4.500	546,411.25	866,411.25	1,412,822.50	172,141.54	1,240,680.96
9/1/2020			539,211.25	539,211.25			
3/1/2021	335,000	4.550	539,211.25	874,211.25	1,413,422.50	172,214.65	1,241,207.85
9/1/2021			531,590.00	531,590.00			
3/1/2022	350,000	4.600	531,590.00	881,590.00	1,413,180.00	172,185.10	1,240,994.90
9/1/2022			523,540.00	523,540.00			
3/1/2023	370,000	4.550	523,540.00	893,540.00	1,417,080.00	172,660.29	1,244,419.71
9/1/2023			515,122.50	515,122.50			
3/1/2024	400,000	4.550	515,122.50	915,122.50	1,430,245.00	174,264.34	1,255,980.66
9/1/2024			506,022.50	506,022.50			
3/1/2025	670,000	4.600	506,022.50	1,176,022.50	1,682,045.00	204,944.23	1,477,100.77
9/1/2025			490,612.50	490,612.50			
3/1/2026	6,115,000	5.250	490,612.50	6,605,612.50	7,096,225.00	864,620.38	6,231,604.62
9/1/2026			330,093.75	330,093.75			
3/1/2027	6,440,000	5.250	330,093.75	6,770,093.75	7,100,187.50	865,103.18	6,235,084.32
9/1/2027			161,043.75	161,043.75			
3/1/2028	6,135,000	5.250	161,043.75	6,296,043.75	6,457,087.50	786,746.39	5,670,341.11
9/1/2028							
3/1/2029							
TOTALS	22,305,000		15,077,945.00	37,382,945.00	37,382,945.00	4,554,824.00	32,828,121.00

PE% 27.66% Temp
CARF% 44.05%

Net 12.18% Effective Reimbursement

CHAMBERSBURG AREA SCHOOL DISTRICT
RESTRICTED YIELD ESCROW

1 2 3 4 5 6 7 8 9

SERIES OF 2007

Optional Redemption Date: September 1, 2015

Date	ESCROW REQUIREMENTS				ESCROW EARNINGS				
	Principal	Interest	Escrow Agent	Required	Total Portfolio Cost	Coupon	Earnings	SETTLE Cash Flow	7/1/2013 Balance
9/1/2013		214,323.75		214,323.75	214,824.00	0.000		214,824.00	500.25
3/1/2014	245,000.00	214,323.75		459,323.75	459,324.00	0.000		459,324.00	500.50
9/1/2014		209,362.50		209,362.50	209,363.00	0.000		209,363.00	501.00
3/1/2015	240,000.00	209,362.50		449,362.50	449,363.00	0.000		449,363.00	501.50
9/1/2015	7,770,000.00	203,962.50		7,973,962.50	7,973,963.00	0.000		7,973,963.00	502.00
TOTALS	8,255,000.00	1,051,335.00	0.00	9,306,335.00	9,306,837.00			9,306,837.00	

Actual Escrow Yield 0.000000

Actual Escrow Cost 9,306,837.00

Maximum Escrow Yield (Yield on new Bonds) 3.075703

Perfect Escrow Cost 8,778,900.88

Difference (527,936.12)

CHAMBERSBURG AREA SCHOOL DISTRICT

SERIES A OF 2013

REFUNDS THE SERIES OF 2007

Settle 7/1/2013
Dated 7/1/2013

	1	2	3	4	5	6	7	8	9	10	11
Date	Principal	Coupon	Yield	Interest	Semi-Annual Debt Service	Fiscal Year Debt Service	State Aid	Proposed Local Effort	Existing Local Effort	Savings	
9/1/2013				48,592.92	48,592.92						
3/1/2014	5,000	1.250	1.250	145,778.75	150,778.75	199,371.67	24,291.90	175,079.76	591,568.74	416,488.97	
9/1/2014				145,747.50	145,747.50						
3/1/2015	5,000	1.250	1.250	145,747.50	150,747.50	296,495.00	36,125.63	260,369.37	578,464.43	318,095.06	
9/1/2015				145,716.25	145,716.25						
3/1/2016	100,000	1.250	1.250	145,716.25	245,716.25	391,432.50	47,693.04	343,739.46	358,222.48	14,483.02	
9/1/2016				145,091.25	145,091.25						
3/1/2017	115,000	1.250	1.250	145,091.25	260,091.25	405,182.50	49,368.37	355,814.13	358,222.48	2,408.35	
9/1/2017				144,372.50	144,372.50						
3/1/2018	115,000	1.250	1.250	144,372.50	259,372.50	403,745.00	49,193.22	354,551.78	358,222.48	3,670.70	
9/1/2018				143,653.75	143,653.75						
3/1/2019	120,000	2.000	2.000	143,653.75	263,653.75	407,307.50	49,627.28	357,680.22	358,222.48	542.26	
9/1/2019				142,453.75	142,453.75						
3/1/2020	120,000	2.000	2.000	142,453.75	262,453.75	404,907.50	49,334.86	355,572.64	358,222.48	2,649.84	
9/1/2020				141,253.75	141,253.75						
3/1/2021	125,000	2.000	2.000	141,253.75	266,253.75	407,507.50	49,651.65	357,855.85	358,222.48	366.63	
9/1/2021				140,003.75	140,003.75						
3/1/2022	125,000	2.000	2.000	140,003.75	265,003.75	405,007.50	49,347.05	355,660.45	358,222.48	2,562.03	
9/1/2022				138,753.75	138,753.75						
3/1/2023	130,000	2.150	2.200	138,753.75	268,753.75	407,507.50	49,651.65	357,855.85	358,222.48	366.63	
9/1/2023				137,356.25	137,356.25						
3/1/2024	130,000	2.250	2.300	137,356.25	267,356.25	404,712.50	49,311.10	355,401.40	358,222.48	2,821.08	
9/1/2024				135,893.75	135,893.75						
3/1/2025	135,000	2.400	2.450	135,893.75	270,893.75	406,787.50	49,563.92	357,223.58	358,222.48	998.90	
9/1/2025				134,273.75	134,273.75						
3/1/2026	135,000	2.500	2.550	134,273.75	269,273.75	403,547.50	49,169.16	354,378.34	358,222.48	3,844.14	
9/1/2026				132,586.25	132,586.25						
3/1/2027	140,000	2.650	2.700	132,586.25	272,586.25	405,172.50	49,367.15	355,805.35	358,222.48	2,417.13	
9/1/2027				130,731.25	130,731.25						
3/1/2028	780,000	3.250	3.00*	130,731.25	910,731.25	1,041,462.50	126,894.19	914,568.31	920,243.41	5,675.09	
9/1/2028				118,056.25	118,056.25						
3/1/2029	7,265,000	3.250	3.05*	118,056.25	7,383,056.25	7,501,112.50	913,952.80	6,587,159.70	6,589,980.78	2,821.08	

TOTALS 9,545,000 4,346,259.17 13,891,259.17 13,891,259.17 1,692,542.97 12,198,716.20 12,978,927.12 780,210.92

PE% 27.66% (Estimated)
CARF% 44.05%

Estimated Escrow Interest Earnings**: 48,000.00

Net 12.18% Effective Reimbursement

Total Combined Savings: **828,210.92**

Optional Redemption: 9/1/2018

*Yield to Optional Redemption Date

**For these purposes, estimated escrow interest earnings are based on estimated rates as of 5/22. Actual rates will be determined on 5/23.

Savings Allocation	Amount	Percentage
School District's Share	828,210.92	9.45%
State's Share	108,252.42	1.31%
Total Savings	936,463.33	10.76%

CHAMBERSBURG AREA SCHOOL DISTRICT

SERIES A OF 2013

Composition of the Issue

SOURCES:

Bonds	9,545,000.00
Accrued Interest	0.00
Total	9,545,000.00

USES:

Cost of the Escrow	9,306,837.00
Underwriter's Discount	190,900.00
Original Issue Premium	(74,576.60)
Total Legal Fees & Expenses	46,500.00
Financial Advisory Fee	31,000.00
Escrow Structuring	15,000.00
OS Formatting & Printing	9,000.00
Credit Rating (Moody's Aa2)	10,000.00
Internet Auction Administrator	2,750.00
Paying Agent (M&T)	1,000.00
Escrow Agent (M&T)	1,000.00
Verification Agent (Bond Resource Partners, LLP)	2,500.00
Miscellaneous Expenses/Rounding	3,089.60
Total	9,545,000.00

Sale Date 5/22/2013

Dated Date 7/1/2013

Settlement Date 7/1/2013

Yield of the Issue 3.075703

OID/(OIP) Calculations

<u>Date</u>	<u>Price</u>	<u>OID/(OIP)</u>
3/1/2014	100.000%	0.00
3/1/2015	100.000%	0.00
3/1/2016	100.000%	0.00
3/1/2017	100.000%	0.00
3/1/2018	100.000%	0.00
3/1/2019	100.000%	0.00
3/1/2020	100.000%	0.00
3/1/2021	100.000%	0.00
3/1/2022	100.000%	0.00
3/1/2023	99.565%	565.50
3/1/2024	99.528%	613.60
3/1/2025	99.493%	684.45
3/1/2026	99.459%	730.35
3/1/2027	99.429%	799.40
3/1/2028	101.185%	(9,243.00)
3/1/2029	100.946%	(68,726.90)
TOTAL		(74,576.60)

