



**NEW ISSUE - BOOK ENTRY ONLY**

**RATINGS: S&P: "A" (Negative Outlook)(Underlying)**  
**S&P: "AA" (Stable Outlook) (AG Insured)**  
 (See "RATINGS" herein)

*In the opinion of Bond Counsel, based upon an analysis of existing laws, regulations, rulings, and court decisions, interest on the Bonds (including, in the case of Bonds sold at an original issue discount, the difference between initial offering price and accrued value), is excluded from gross income for Federal income tax purposes. Bond Counsel is also of the opinion that interest on the Bonds is not an item of tax preference for purposes of calculating the federal alternative minimum tax imposed on individuals. The Bonds, and interest income therefrom, are free from taxation for purposes of personal, and corporate net income taxes within the Commonwealth of Pennsylvania. (See "TAX MATTERS" herein.)*

*The Borough has designated the Bonds as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986 (the "Code") (relating to the deductibility of interest expenses by certain financial institutions).*

**\$3,500,000\***

**BOROUGH OF AMBRIDGE**  
**(Beaver County, Pennsylvania)**  
**General Obligation Bonds, Series of 2025**

**Bonds Dated:** Date of delivery

**Interest Payable:** May 15 and November 15

**Principal Due:** November 15, as shown on inside cover

**First Interest Payment:** November 15, 2025

**Denomination:** Integral multiples of \$5,000

**Form:** DTC Book-Entry Only

**Legal Investment for Fiduciaries in Pennsylvania:** The Bonds are legal investment for fiduciaries in the Commonwealth of Pennsylvania under the Probate, Estate and Fiduciaries Code, Act of June 30, 1972, No. 164, P.L. 508 as amended and supplemented.

**General:** The General Obligation Bonds, Series of 2025 (the "Bonds" or "2025 Bonds") are being issued by the Borough of Ambridge (the "Borough"), Beaver County, Pennsylvania, pursuant to the Pennsylvania Local Government Unit Debt Act and under an Ordinance enacted by the Borough Council (the "Ordinance"). The Bonds will be dated the date of delivery and will bear interest from the date of delivery payable semiannually on May 15 and November 15 of each year, commencing November 15, 2025, at the interest rates set forth on the inside cover. The Bonds will be issued as fully registered Bonds without coupons, and, when issued, will be registered in the name of CEDE & CO., as nominee for The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. Beneficial ownership interests in the Bonds will be recorded in book-entry-only form in denominations of \$5,000, or any integral multiple thereof. Principal of and interest on the Bonds are payable directly to CEDE & CO. for redistribution to DTC Participants and in turn to Beneficial Owners as described herein by the Borough to U.S. Bank Trust Company, National Association, Pittsburgh, Pennsylvania as Paying Agent. Purchasers will not receive physical delivery of certificates representing their ownership interests in the Bonds purchased. For so long as any purchaser is the Beneficial Owner of a Bond, such purchaser must maintain an account with a broker or dealer who is, or acts through, a DTC Participant to receive payment of the principal of and interest on such Bonds. See "BOOK-ENTRY-ONLY SYSTEM" herein.

**Security:** In the Ordinance, the Borough covenants with the holders of the Bonds that it will include the amount of the debt service to be paid on the Bonds for each fiscal year in which such sums are payable in its budget for that fiscal year, will appropriate such amounts to the payment of such debt service and will duly and punctually pay or cause to be paid the principal of every Bond and the interest thereon at the dates and places and in the manner stated in the Bonds, according to the true intent and meaning thereof, and for such budgeting, appropriation and payment, the Borough has pledged its full faith, credit and taxing power. As provided in the Pennsylvania Local Government Unit Debt Act, the foregoing covenant shall be specifically enforceable.

**Optional Redemption:** The Bonds are subject to optional redemption prior to their stated maturity dates, as described herein.

**Proceeds of the Bonds:** The proceeds of the Bonds will be used to provide funds to the Borough for its capital improvement projects and paying all costs associated with the issuance and insuring of the Bonds.

**Bond Insurance:** The scheduled payment of principal of and interest on the Bonds when due will be guaranteed under a municipal bond insurance policy to be issued concurrently with the delivery of the Bonds by **ASSURED GUARANTY INC.**



The Bonds are offered for delivery when, as and if issued by the Borough and received by the Underwriter, subject to the approving legal opinion of John F. Salopek, Ambridge, Pennsylvania, as Bond Counsel to the Borough, to be furnished upon delivery of the Bonds. Certain legal matters will be passed upon by Joseph A. Askar, Esquire, Beaver, Pennsylvania, as Solicitor for the Borough, and for the Underwriter by its limited scope underwriter's counsel, Dinsmore & Shohl LLP, Pittsburgh, Pennsylvania. The Borough has retained Commonwealth Investment Management, of Pittsburgh, Pennsylvania, as financial advisor. It is expected that the Bonds will be available for delivery through the facilities of DTC, on or about May \_\_\_\_, 2025.



\*Preliminary, subject to change.

This Preliminary Official Statement and the information herein are subject to completion or amendment. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. The Borough deems this Preliminary Official Statement to be final for the purposes of the Securities and Exchange Commission Rule 15c2-12(b)(1) except for certain information on the cover hereof and certain pages herein which have been omitted in accordance with such Rule and which will be supplied in the final Official Statement.

**\$3,500,000\***

**BOROUGH OF AMBRIDGE**  
**(Beaver County, Pennsylvania)**  
**General Obligation Bonds, Series of 2025**

**Bonds Dated:** Date of delivery  
**Principal Due:** November 15, as shown on inside cover  
**Denomination:** Integral multiples of \$5,000

**Interest Payable:** May 15 and November 15  
**First Interest Payment:** November 15, 2025  
**Form:** DTC Book-entry Only

**BOND MATURITY SCHEDULE**

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<b>(November 15)</b>	<b>Principal</b>	<b>Interest</b>			<b>CUSIP</b>
<b><u>Year</u></b>	<b><u>Amount</u></b>	<b><u>Rate</u></b>	<b><u>Yield</u></b>	<b><u>Price</u></b>	<b><u>Numbers <sup>(1)</sup></u></b>

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<sup>(1)</sup>The CUSIP (Committee on Uniform Securities Identification Procedures) numbers have been assigned by an organization not affiliated with the Borough or the Underwriter, and such parties are not responsible for the selection or use of the CUSIP numbers. The CUSIP numbers are included solely for the convenience of Noteholders and Bondholders and no representation is made as to the correctness of such CUSIP numbers. CUSIP numbers assigned to securities may be changed during the term of such securities based on a number of factors including, but not limited to, the refunding or defeasance of such issue or the use of secondary market financial products. Neither the Borough nor the Underwriter has agreed to, and there is no duty or obligation to, update this Official Statement to reflect any change or correction in the CUSIP numbers set forth above.

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\*Preliminary, subject to change.

No dealer, broker, salesman or other person has been authorized by the Borough or the Underwriter to give any information or to make any representation, other than that given or made in this Official Statement, and if given or made, any such other information or representation may not be relied upon as having been authorized by the Borough or the Underwriter. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. This Official Statement has been approved by the Borough and, while the information set forth in this Official Statement has been furnished by the Borough and other sources which are believed to be reliable, such information is not guaranteed as to accuracy or completeness, and is not to be construed as a representation by the Underwriter or, as to information obtained from other sources, by the Borough. The information and expressions of opinion set forth in this Official Statement are subject to change without notice and neither the delivery of this Official Statement nor any sale made under this Official Statement shall, under any circumstances, create any implication that the affairs of the Borough have remained unchanged since the date of this Official Statement.

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITER'S MAY OVER-ALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THE ORDER AND PLACEMENT OF MATERIALS IN THIS OFFICIAL STATEMENT, INCLUDING THE APPENDICES, ARE NOT TO BE DEEMED A DETERMINATION OF RELEVANCE, MATERIALITY OR IMPORTANCE, AND THIS OFFICIAL STATEMENT, INCLUDING THE APPENDICES MUST BE CONSIDERED IN ITS ENTIRETY. THE OFFERING OF THE BONDS ARE MADE ONLY BY THE MEANS OF THIS ENTIRE OFFICIAL STATEMENT.

THE UNDERWRITER HAS PROVIDED THE FOLLOWING SENTENCE FOR INCLUSION IN THIS OFFICIAL STATEMENT. THE UNDERWRITER HAS REVIEWED THE INFORMATION IN THIS OFFICIAL STATEMENT PURSUANT TO ITS RESPONSIBILITIES TO INVESTORS UNDER THE FEDERAL SECURITIES LAWS, BUT THE UNDERWRITER DOES NOT GUARANTEE THE ACCURACY OR COMPLETENESS OF SUCH INFORMATION.

Assured Guaranty Inc. ("AG") makes no representation regarding the Bonds or the advisability of investing in the Bonds. In addition, AG has not independently verified, makes no representation regarding, and does not accept any responsibility for the accuracy or completeness of this Official Statement or any information or disclosure contained herein, or omitted herefrom, other than with respect to the accuracy of the information regarding AG supplied by AG and presented under the heading "BOND INSURANCE" and "Appendix F - Specimen Municipal Bond Insurance Policy".

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## SUMMARY PAGE

This Summary Statement is subject in all respects to more complete information in this Official Statement. No person is authorized to detach this Summary Statement from this Official Statement or otherwise use it without the entire Official Statement. A full review of the entire Official Statement should be made by potential Bond purchasers.

<b>Issuer</b> .....	Borough of Ambridge, Beaver County, Pennsylvania (the “Borough”).
<b>Bonds</b> .....	The General Obligation Bonds, Series of 2025 in the principal amount of \$3,500,000* (the “Bonds”), dated as of the date of delivery, maturing on November 15, 20__ through November 15, 20__.  Interest on the Bonds shall be payable semiannually on May 15 and November 15. See “ <b>DESCRIPTION OF THE BONDS</b> ” herein.
<b>Optional Redemption</b> .....	The Bonds stated to mature on or after November 15, 20__, are subject to redemption prior to maturity at the option of the Borough in whole or, from time to time, in part, in any order of maturities as the Borough shall select, on any date or dates on or after _____, 20__, at a price equal to 100% of the principal amount of the Bonds to be redeemed plus accrued interest thereon to the date fixed for such optional redemption.
<b>Form</b> .....	Book-Entry Only.
<b>Application of Proceeds</b> .....	The proceeds of the Bonds will be used to provide funds to the Borough for its capital improvement projects and paying all costs associated with the issuance and insuring of the Bonds.
<b>Security</b> .....	The Bonds are general obligations of the Borough, for the payment of which the Borough has pledged its full faith, credit and taxing power.
<b>Ratings</b> .....	S&P Global Ratings, a business unit of Standard & Poor’s Financial Services LLC (“S&P”) is expected to assign its municipal bond insured rating of A A(stable outlook) to this issue of Bonds with the understanding that upon delivery of the Bonds, a municipal Bond insurance policy insuring the payment when due of the principal of and interest on the Bonds will be issued by AG. Currently, AG’s financial strength is rated “AA” (stable outlook) by S&P. S&P has also assigned the Borough an underlying rating of “A” (negative outlook). (See “ <b>RATINGS</b> ” herein.)
<b>Continuing Disclosure Undertaking</b> .....	The Borough has agreed to provide, or cause to be provided, in a timely manner, certain information in accordance with the requirements of Rule 15c2-12, as promulgated under the Securities Exchange Act of 1934, as amended and interpreted (the “Rule”). (See “ <b>CONTINUING DISCLOSURE UNDERTAKING</b> ” and “ <b>APPENDIX D – FORM OF CONTINUING DISCLOSURE CERTIFICATE</b> ” herein.)

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\* Preliminary, subject to change.

**BOROUGH OF AMBRIDGE**  
**(Beaver County, Pennsylvania)**  
600 11<sup>th</sup> Street  
Ambridge, Pennsylvania 15003

**MEMBERS OF COUNCIL**

Anthony Cafarelli..... President  
Scott Prentice..... Vice -President  
Jerome Gill..... Member  
Mary Jane Jones-Gilliam ..... Member  
Russ Basalyga ..... Member  
Robert Dunn ..... Member  
Tina Tessaro ..... Member

**BOROUGH ADMINISTRATION**

Tina Iorfido..... Mayor  
Mario N. Leone Jr. .... Borough Manager  
Rich Dobrosielski..... Executive Assistant

**SOLICITOR**

Joseph A. Askar, Esquire  
Beaver, Pennsylvania

**BOND COUNSEL**

John F. Salopek  
Ambridge, Pennsylvania

**UNDERWRITER**

Raymond James & Associates, Inc.  
Pittsburgh, Pennsylvania

**FINANCIAL ADVISOR**

Commonwealth Investment Management  
Pittsburgh, Pennsylvania

**LIMITED SCOPE UNDERWRITER'S COUNSEL**

Dinsmore & Shohl LLP  
Pittsburgh, Pennsylvania

**PAYING AGENT**

U.S. Bank Trust Company, National Association  
Pittsburgh, Pennsylvania

**OFFICIAL STATEMENT**

**\$3,500,000\***

**BOROUGH OF AMBRIDGE**

**(Beaver County, Pennsylvania)**

**General Obligation Bonds, Series of 2025**

**INTRODUCTION**

This Official Statement is furnished by the Borough of Ambridge, Beaver County, Pennsylvania (the "Borough"), in connection with the offering of its General Obligation Bonds, Series of 2025 in the aggregate principal amount of \$3,500,000\* (the "Bonds" or "2025 Bonds"). to be dated their date of delivery (the "Delivery Date") when the Bonds are issued and delivered to DTC (described below) or its agent. The Bonds are being issued under the provisions of the Pennsylvania Local Government Unit Debt Act, "53 Pa. C.S.A. §8001, et seq., as amended (the "Act")", pursuant to an Ordinance duly enacted by the Borough Council on March 25, 2025 (the "Ordinance") and following approval of the Department of Community and Economic Development of the Commonwealth of Pennsylvania (the "Commonwealth"), pursuant to the Act.

The Bonds shall each be issued in fully registered form, without coupons, in the denomination of \$5,000 or any integral multiple thereof. Interest on the Bonds is payable semiannually, on May 15 and November 15 of each year, commencing November 15, 2025. When issued, the Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company ("DTC"), New York, New York. Purchasers of the Bonds (the "Beneficial Owners") will not receive any physical delivery of Bond certificates and beneficial ownership of the Bonds will be evidenced only by book entries. See "**BOOK-ENTRY ONLY SYSTEM**" herein. U.S. Bank Trust Company, National Association, located in Pittsburgh, Pennsylvania will serve as paying agent for the Bonds (the "Paying Agent").

The information which follows contains summaries of the Ordinance, the Borough's financial statements and certain other financial information of the Borough. Such summaries do not purport to be complete and reference is made to such documents, copies of which are on file and available for examination at the offices of the Borough.

**PURPOSE OF THE ISSUE**

The proceeds of the Bonds will be used to provide funds to the Borough for its capital improvement projects and paying all costs associated with the issuance and insuring of the Bonds.

**SOURCES AND USES OF FUNDS**

	<u><b>Total</b></u>
<b><u>Sources of Funds</u></b>	
Proceeds of the Bonds.....	
[Net] Original Issue Premium [Discount] .....	
<b>Total Sources of Funds.....</b>	
<b><u>Uses of Funds</u></b>	
Project Fund Deposit.....	
Costs of Issuance <sup>(1)</sup> .....	
<b>Total Uses of Funds.....</b>	

<sup>(1)</sup> Includes bond insurance premium, legal fees, underwriter's discount, paying agent fees, rating fee, municipal bond insurance premium, CUSIP, printing and miscellaneous fees.

\*Preliminary, subject to change.

## THE BONDS

### Description

The Bonds will be issued in book-entry form, in denominations of \$5,000 principal amount and integral multiples thereof. The Bonds will bear interest from the Delivery Date at the rates and mature in the amounts and on the dates set forth on the inside front cover of this Official Statement. Interest on the Bonds will be payable initially on November 15, 2025, and thereafter, semiannually on May 15 and November 15 of each year until the maturity date of such Bond or, if such Bond is subject to redemption prior to maturity, until the date fixed for redemption thereof, if payment of the redemption price has been duly made or provided for.

*When issued, the Bonds will be registered in the name of Cede & Co., as partnership nominee for The Depository Trust Company ("DTC"), New York, New York. Purchasers of the Bonds (the "Beneficial Owners") will not receive any physical delivery of bond certificates, and beneficial ownership of the Bonds will be evidenced only by book entries. See "BOOK-ENTRY ONLY SYSTEM" herein.*

### Payment of Principal and Interest

*So long as Cede & Co., as nominee of DTC, is the registered owner of the Bonds, payments of principal of and interest on the Bonds, when due, are to be made to DTC and all such payments shall be valid and effective to satisfy fully and to discharge the obligations of the Borough with respect to, and to the extent of, principal and interest so paid. If the use of the book-entry only system for the Bonds is discontinued for any reason, bond certificates will be issued to the Beneficial Owners of the Bonds and payment of principal and interest on the Bonds shall be made as described in the following paragraphs.*

The principal of any certificated Bonds, when due upon maturity or any earlier mandatory or optional redemption, will be paid to the registered owners of such Bonds, or registered assigns, upon surrender of such Bonds to the Paying Agent at its designated corporate trust office (or to any successor paying agent at its designated office(s)).

Interest on any certificated Bonds will be payable to the registered owner of such a Bond from the interest payment date next preceding the date of registration and authentication of the Bond, unless: (a) such Bond is registered and authenticated as of an interest payment date, in which event such Bond shall bear interest from said interest payment date, or (b) such Bond is registered and authenticated after a Record Date (hereinafter defined) and before the next succeeding interest payment date, in which event such Bond shall bear interest from such interest payment date, or (c) such Bond is registered and authenticated on or prior to the Record Date preceding, November 15, 2025, in which event such Bond shall bear interest from the Delivery Date, or (d) as shown by the records of the Paying Agent, interest on such Bond shall be in default, in which event such Bond shall bear interest from the date to which interest was last paid on such Bond. Interest on a certificated Bond will be payable by check drawn on the Paying Agent, which shall be mailed to the registered owner whose name and address shall appear, at the close of business on the first (1<sup>st</sup>) day (whether or not a day on which the Paying Agent is open for business) next preceding each interest payment date (the "Record Date"), on the registration books maintained by the Paying Agent, irrespective of any transfer or exchange of such Bond subsequent to such Record Date and prior to such interest payment date, unless the Borough shall be in default in payment of interest due on such interest payment date. In the event of any such default, such defaulted interest shall be payable to the person in whose name the Bond is registered at the close of business on a special record date for the payment of such defaulted interest established by notice mailed by the Paying Agent to the registered owners of such Bonds not less than fifteen (15) days preceding such special record date. Such notice shall be mailed to the persons in whose names such certificated Bonds are registered at the close of business on the fifth (5th) day preceding the date of mailing.

If the date for payment of the principal of or interest on any Bonds shall be a Saturday, Sunday, legal holiday or a day on which banking institutions in the Commonwealth are authorized or required by law or executive order to close, then the date for payment of such principal or interest shall be the next succeeding day which is not a Saturday, Sunday, legal holiday or a day on which such banking institutions are authorized or required to close, and payment on such date shall have the same force and effect as if made on the nominal date established for such payment.

### Transfer, Exchange and Registration of Certificated Bonds

*Subject to the provisions herein under "BOOK-ENTRY ONLY SYSTEM", any certificated Bonds are transferable or exchangeable by the registered owners thereof upon surrender of such Bonds to the Paying Agent, accompanied by a written instrument or instruments in form, with instructions and with guaranty of signature satisfactory to the Paying Agent, duly executed by the registered owner of such Bond or his attorney-in-fact or legal representative. The Paying Agent shall enter any transfer of ownership of such Bonds in the registration books and shall authenticate and deliver in the name of the transferee or transferees a new fully registered and certificated bond or bonds of authorized denominations of the same, maturity and interest rate for the aggregate principal amount that the registered owner is entitled to receive. The Borough and the Paying Agent may deem and treat the registered owner of any certificated Bond as the absolute owner thereof (whether such Bond shall be overdue) for the purpose of receiving payment of or on account of principal and interest and for all other purposes, and the Borough and the Paying Agent shall not be affected by any notice to the contrary.*

The Borough and the Paying Agent shall not be required: (a) to register the transfer of or exchange any certificated Bonds then considered for redemption during a period beginning at the close of business on the fifteenth (15th) day next preceding any date of selection of such Bonds to be redeemed and ending at the close of business on the day of mailing of the applicable notice of redemption; or (b) to register the transfer of or exchange any portion of any certificated Bond selected for redemption until after the redemption date. Certificated Bonds may be exchanged for a like aggregate principal amount of Bonds of other authorized denominations of the same series, maturity, and interest rate.



## REDEMPTION OF BONDS

### Mandatory Sinking Fund Redemptions

In the manner and upon the terms and conditions provided in the Ordinance, the following Bond maturities are subject to mandatory redemption in direct order of maturity, pursuant to operation of the Mandatory Sinking Fund in the manner set forth in the Ordinance at a redemption price equal to one hundred percent (100%) of the principal amount thereof, together with accrued interest, on November 15<sup>th</sup> of the following years and in the following principal amounts:

<u>Year</u>	<u>Amount</u>
-------------	---------------

### Optional Redemption

The Bonds maturing on and after November 15, \_\_\_\_\_, are subject to redemption prior to maturity at the option of the Borough, in whole or in part, in any order of maturities as the Borough shall select, on any date on or after November 15, \_\_\_\_\_, at a redemption price equal to 100% of the principal amount of the Bonds to be redeemed plus accrued interest thereon to the date fixed for such optional redemption. In the event that less than all Bonds of a particular maturity are to be redeemed, the Bonds of such maturity shall be drawn by lot by the Paying Agent.

### Notice of Redemption

*So long as Cede & Co., as nominee of DTC, is the registered owner of the Bonds, however, the Borough and the Paying Agent shall send redemption notices only to Cede & Co. See "BOOK-ENTRY ONLY SYSTEM" herein for further information regarding conveyance of notices and Beneficial Owners.*

Notice of any redemption shall be given by depositing a copy of the redemption notice in first class mail not less than thirty (30) days nor more than sixty (60) days prior to the date fixed for redemption, addressed to each of the registered owners of any certificated Bonds to be redeemed, at the addresses shown on the registration books kept by the Paying Agent as of the date such Bonds are selected for redemption; provided, however, that failure to give such notice by mailing, or any defect therein or in the mailing thereof, shall not affect the validity of any proceeding for redemption of other Bonds so called for redemption as to which proper notice has been given.

On the date designated for redemption, notice having been provided as aforesaid, and money for payment of the principal and interest being held by the Paying Agent, interest on the Bonds or portions thereof so called for redemption shall cease to accrue and such Bonds or portions thereof shall cease to be entitled to any benefit or security under the Ordinance, and registered owners of such Bonds or portions thereof so called for redemption shall have no rights with respect thereto, except to receive payment of the principal to be redeemed and accrued interest thereon to the date fixed for redemption.

The notice of redemption may state that it is conditional, *i.e.*, that it is subject to the deposit of sufficient redemption money with the Paying Agent or other escrow agent on the redemption date in sufficient time to effectuate the redemption of Bonds. If, after issuing a notice of redemption, the Borough is unable or otherwise fails to deposit with the Paying Agent (or other bank or depository acting as refunding escrow agent) money sufficient to redeem the Bonds called for redemption, such notice may be withdrawn or be of no effect until such money is so deposited.

### Manner of Redemption

*So long as Cede & Co., nominee of DTC, is the registered owner of the Bonds, however, payment of the redemption price shall be made by Cede & Co. in accordance with the existing arrangements by and among the Borough, the Paying Agent and DTC and, if less than all of the Bonds in a particular maturity are to be redeemed, the amount of the interest of each DTC Participant, Indirect Participant and Beneficial Owner on such Bonds to be redeemed shall be determined by the governing arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. See "BOOK-ENTRY ONLY SYSTEM" herein for further information regarding redemption of Bonds registered in the name of Cede & Co.*

If a Bond is of a denomination larger than \$5,000, a portion of such Bond may be redeemed. For the purposes of redemption, a Bond shall be treated as representing the number of Bonds that is equal to the principal amount thereof divided by \$5,000, each \$5,000 portion of such Bond being subject to redemption. In the case of partial redemption of a certificated Bond, payment of the redemption price shall be made only upon surrender of such Bond in exchange for certificated Bonds of authorized denominations in an aggregate principal amount equal to the unredeemed portion of the principal amount thereof.

If the redemption date for any Bonds shall be a Saturday, Sunday, legal holiday or on a day on which banking institutions in the Commonwealth are authorized or required by law or executive order to close, then the date for payment of such principal, premium, if any, and interest upon such redemption shall be the next succeeding day which is not a Saturday, Sunday, legal holiday or a day on which such banking institutions are authorized or required to close, and payment on such date shall have the same force and effect as if made on the nominal date of redemption.

If any maturity of the Bonds which is subject to mandatory sinking fund redemption shall be called for optional redemption in part, the Borough shall be entitled to designate whether the principal amount redeemed is to be credited against the principal amount of the Bonds of such maturity required to be called for mandatory sinking fund redemption on any particular future date or dates, or shall be credited against the principal amount of such Bonds to be due and payable at stated maturity, in each case in a whole multiple of \$5,000 principal amount.

### BOOK-ENTRY ONLY SYSTEM

***The information in this section has been obtained from materials provided by DTC for such purpose. The Borough (herein referred to as the "Issuer") and the Underwriter do not guaranty the accuracy or completeness of such information, and such information is not to be construed as a representation of the Borough or the Underwriter***

The Depository Trust Company ("DTC"), New York, NY, will act as securities depository for the Bonds. The Bonds will be issued as fully registered bonds registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully registered Bond certificate will be issued for each series of the Bonds, each in the aggregate principal amount of such issue, and will be deposited with DTC. If, however, the aggregate principal amount of any issue exceeds \$500 million, one certificate will be issued with respect to each \$500 million of principal amount, and an additional certificate will be issued with respect to any remaining principal amount of such issue.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC.

DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com).

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The Ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to Issuer as soon as possible

after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal, interest and redemption payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from Issuer or Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, Agent, or Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal, interest and redemption payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of Issuer or Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to Issuer or Agent. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

Issuer may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that Issuer believes to be reliable, but Issuer takes no responsibility for the accuracy thereof.

NEITHER THE BOROUGH NOR THE PAYING AGENT WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO ANY DTC PARTICIPANT, INDIRECT PARTICIPANT OR BENEFICIAL OWNER OR ANY OTHER PERSON WITH RESPECT TO: (1) THE BONDS; (2) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY DTC PARTICIPANT OR INDIRECT PARTICIPANT; (3) THE PAYMENT BY DTC OR ANY DTC PARTICIPANT OR INDIRECT PARTICIPANT OF ANY AMOUNT DUE TO ANY BENEFICIAL OWNER IN RESPECT OF THE PRINCIPAL OR REDEMPTION PRICE OF OR INTEREST ON THE BONDS; (4) THE DELIVERY TO ANY BENEFICIAL OWNER BY DTC OR ANY DTC PARTICIPANT OR INDIRECT PARTICIPANT OF ANY NOTICE WHICH IS REQUIRED OR PERMITTED UNDER THE TERMS OF THE ORDINANCE TO BE GIVEN TO BONDHOLDERS; (5) THE SELECTION OF THE BENEFICIAL OWNERS TO RECEIVE PAYMENT IN THE EVENT OF ANY PARTIAL REDEMPTION OF THE BONDS; OR (6) ANY OTHER ACTION TAKEN BY DTC AS BONDHOLDER.

*The Borough and the Paying Agent cannot give any assurances that DTC or the Participants will distribute payments of the principal or redemption price of and interest on the Bonds paid to DTC or its nominee, as the registered owner of the Bonds, or any redemption or other notices, to the Beneficial Owners or that they will do so on a timely basis, or that DTC will serve and act in the manner described in this Official Statement.*

## SECURITY AND SOURCES OF PAYMENT FOR THE BONDS

### General Obligation Pledge

The Bonds are general obligations of the Borough, payable from its local taxes and other general revenues, including available state subsidies, on a parity basis with each other, and other existing or future general obligation debt of the Borough. The taxing powers of the Borough are described more fully in **APPENDIX A – TAXING POWERS AND LIMITS**. The Borough has covenanted in the Ordinance that it will include in its budget for each fiscal year, and will appropriate in each such year, the amount of the debt service due on the Bonds for such year and will duly and punctually pay, or cause to be paid, the principal of every Bond and the interest thereon on the dates, at the place and in the manner stated in the Bonds, and for such budgeting, appropriation and payment, the Borough has irrevocably pledged its full faith, credit and taxing power.

### Actions in the Event of Default on the Bonds

In the event of a failure by the Borough to pay or cause to be paid the interest on or principal of the Bonds, as the same becomes due and payable, the holders of the Bonds shall be entitled to remedies specified by the Debt Act. Among the remedies, if the failure to pay shall continue for 30 days, holders of the Bonds shall have the right to recover the amount due by bringing an action in assumpsit in the Court of Common Pleas of the county in which the Borough is located. The Debt Act provides any judgment shall have an appropriate priority upon the funds next coming into the treasury of the Borough. The Debt Act also provides that upon a default of at least 30 days, holders of at least 25% of the Bonds may appoint a trustee to represent them. The Debt Act provides certain other remedies in the event of default, and further qualifies the remedies hereinbefore described.

Pennsylvania's Municipalities Financial Recovery Act, Act No. 1987-47, as amended and supplemented ("Act 47") became effective on September 8, 1987. Under Act 47, upon a determination that a municipality is financially distressed (one indication of which is a default of the payment of principal of or interest on any bonds or Bonds), the Pennsylvania Secretary of the Department of Community and Economic Development shall appoint a coordinator who shall prepare a plan for restoring financial integrity to the municipality. All creditors are entitled to notice of the plan's adoption by the municipality's governing body. The intent of Act 47 is to provide for the adjustment of municipal debt by negotiated agreement with creditors. The plan, however, may recommend that the municipality file for relief under Chapter 9 of the United States Bankruptcy Code. The municipality's governing body is also authorized, subject to certain preconditions including insolvency or an inability to

meet its debts, to independently file for bankruptcy. A bankruptcy filing would operate as an automatic stay of the commencement or continuation of any judicial or other proceeding against the municipality and its property. A plan for the adjustment of debts filed by a municipality in such a proceeding could include provisions modifying or altering the rights of creditors, including the registered owners of the Bonds. Such a plan, if confirmed by a court, binds all creditors who had notice or knowledge of the plan and discharges all claims against the municipality in the plan.

The rights and remedies of Bondholders are also subject to the provisions of Chapter 9 of the United States Bankruptcy Code. In general, the Chapter permits, under prescribed circumstances, a political subdivision of a state to file a petition for relief in a bankruptcy court of the United States if it is insolvent or unable to meet its debts as they mature and desires to effect a plan to adjust its debt. Such plan may, on being approved by a certain percentage of creditors and the court, include provisions modifying or altering the rights of creditors.

Any reference herein to Act 47 or the United States Bankruptcy Code should not be taken as any indication that the Borough intends to proceed under either of those statutes.

### **Sinking Fund**

Under the Ordinance, the Borough has authorized the creation of a sinking fund, in its name and identified by reference to the Bonds (the “Sinking Fund”) and has appointed U.S. Bank Trust Company, National Association (the “Sinking Fund Depository”) as Sinking Fund Depository in accordance with the provisions of the Act; the Sinking Fund shall be segregated from all other funds of the Borough. The Borough shall deposit in the respective Sinking Fund, not later than the date when principal or interest is to become due on the Bonds, an amount sufficient to provide for the payment of interest and principal becoming due on the Bonds.

The Sinking Fund shall be held by the Sinking Fund Depository and invested by the Sinking Fund Depository in such securities as are authorized by the Debt Act, upon direction of the Borough. Such deposits and securities shall be in the name of the Borough but subject to withdrawal or collection only by the Sinking Fund Depository, and such deposits and securities, together with the interest thereon, shall be a part of the Sinking Fund.

The Paying Agent is authorized and directed to pay from the Sinking Fund the principal of and interest on the respective Bonds when due and payable.

## **BOND INSURANCE**

### **Bond Insurance Policy**

Concurrently with the issuance of the Bonds, Assured Guaranty Inc. (“AG”) will issue its Municipal Bond Insurance Policy (the “Policy”) for the Bonds. The Policy guarantees the scheduled payment of principal of and interest on the Bonds when due as set forth in the form of the Policy included as an appendix to this Official Statement.

The Policy is not covered by any insurance security or guaranty fund established under New York, Maryland, California, Connecticut or Florida insurance law.

### **Assured Guaranty Inc.**

AG is a Maryland domiciled financial guaranty insurance company and an indirect subsidiary of Assured Guaranty Ltd. (“AGL” and together with its subsidiaries, “Assured Guaranty”), a Bermuda-based holding company whose shares are publicly traded and are listed on the New York Stock Exchange under the symbol “AGO.” AGL, through its subsidiaries, provides credit enhancement products to the U.S. and non-U.S. public finance (including infrastructure) and structured finance markets and participates in the asset management business through ownership interests in Sound Point Capital Management, LP and certain of its investment management affiliates. Only AG is obligated to pay claims under the insurance policies AG has issued, and not AGL or any of its shareholders or other affiliates.

AG’s financial strength is rated “AA” (stable outlook) by S&P Global Ratings, a business unit of Standard & Poor’s Financial Services LLC (“S&P”), “AA+” (stable outlook) by Kroll Bond Rating Agency, Inc. (“KBRA”) and “A1” (stable outlook) by Moody’s Investors Service, Inc. (“Moody’s”). Each rating of AG should be evaluated independently. An explanation of the significance of the above ratings may be obtained from the applicable rating agency. The above ratings are not recommendations to buy, sell or hold any security, and such ratings are subject to revision or withdrawal at any time by the rating agencies, including withdrawal initiated at the request of AG in its sole discretion. In addition, the rating agencies may at any time change AG’s long-term rating outlooks or place such ratings on a watch list for possible downgrade in the near term. Any downward revision or withdrawal of any of the above ratings, the assignment of a negative outlook to such ratings or the placement of such ratings on a negative watch list may have an adverse effect on the market price of any security guaranteed by AG. AG only guarantees scheduled principal and scheduled interest payments payable by the issuer of bonds insured by AG on the date(s) when such amounts were initially scheduled to become due and payable (subject to and in accordance with the terms of the relevant insurance policy), and does not guarantee the market price or liquidity of the securities it insures, nor does it guarantee that the ratings on such securities will not be revised or withdrawn.

*Merger of Assured Guaranty Municipal Corp. Into Assured Guaranty Inc.*

On August 1, 2024, Assured Guaranty Municipal Corp., a New York domiciled financial guaranty insurance company and an affiliate of AG (“AGM”), merged with and into AG, with AG as the surviving company (such transaction, the “Merger”). Upon the Merger, all liabilities of AGM, including insurance policies issued or assumed by AGM, became obligations of AG.

### *Current Financial Strength Ratings*

On October 18, 2024, KBRA announced it had affirmed AG's insurance financial strength rating of "AA+" (stable outlook).

On July 10, 2024, Moody's, following Assured Guaranty's announcement of the Merger, announced that it had affirmed AG's insurance financial strength rating of "A1" (stable outlook).

On May 28, 2024, S&P announced it had affirmed AG's financial strength rating of "AA" (stable outlook). On August 1, 2024, S&P stated that following the Merger, there is no change in AG's financial strength rating of "AA" (stable outlook).

AG can give no assurance as to any further ratings action that S&P, Moody's and/or KBRA may take. For more information regarding AG's financial strength ratings and the risks relating thereto, see AGL's Annual Report on Form 10-K for the fiscal year ended December 31, 2024.

### *Capitalization of AG*

At December 31, 2024:

- The policyholders' surplus of AG was approximately \$3,524 million.
- The contingency reserve of AG was approximately \$1,392 million.
- The net unearned premium reserves and net deferred ceding commission income of AG and its subsidiaries (as described below) were approximately \$2,424 million. Such amount includes (i) 100% of the net unearned premium reserve and net deferred ceding commission income of AG and (ii) the net unearned premium reserves and net deferred ceding commissions of AG's wholly owned subsidiary Assured Guaranty UK Limited ("AGUK"), and its 99.9999% owned subsidiary Assured Guaranty (Europe) SA ("AGE").

The policyholders' surplus, contingency reserve, and net unearned premium reserves and net deferred ceding commission income of AG were determined in accordance with statutory accounting principles. The net unearned premium reserves and net deferred ceding commissions of AGUK and AGE were determined in accordance with accounting principles generally accepted in the United States of America.

### *Incorporation of Certain Documents by Reference*

Portions of AGL's Annual Report on Form 10-K for the fiscal year ended December 31, 2024 filed with the Securities and Exchange Commission (the "SEC") on February 28, 2025 that relate to AG are incorporated by reference into this Official Statement and shall be deemed to be a part hereof.

All information relating to AG included in, or as exhibits to, documents filed by AGL with the SEC pursuant to Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended, excluding Current Reports or portions thereof "furnished" under Item 2.02 or Item 7.01 of Form 8-K, after the filing of the last document referred to above and before the termination of the offering of the Bonds shall be deemed incorporated by reference into this Official Statement and to be a part hereof from the respective dates of filing such documents. Copies of materials incorporated by reference are available over the internet at the SEC's website at <http://www.sec.gov>, at AGL's website at <http://www.assuredguaranty.com>, or will be provided upon request to Assured Guaranty Inc.: 1633 Broadway, New York, New York 10019, Attention: Communications Department (telephone (212) 974-0100). Except for the information referred to above, no information available on or through AGL's website shall be deemed to be part of or incorporated in this Official Statement.

Any information regarding AG included herein under the caption "BOND INSURANCE – Assured Guaranty Inc." or included in a document incorporated by reference herein (collectively, the "AG Information") shall be modified or superseded to the extent that any subsequently included AG Information (either directly or through incorporation by reference) modifies or supersedes such previously included AG Information. Any AG Information so modified or superseded shall not constitute a part of this Official Statement, except as so modified or superseded.

### *Miscellaneous Matters*

AG makes no representation regarding the Bonds or the advisability of investing in the Bonds. In addition, AG has not independently verified, makes no representation regarding, and does not accept any responsibility for the accuracy or completeness of this Official Statement or any information or disclosure contained herein, or omitted herefrom, other than with respect to the accuracy of the information regarding AG supplied by AG and presented under the heading "BOND INSURANCE".

## BONDHOLDER CONSIDERATIONS

*The Bonds, like all investment securities, carry a risk of loss of the investment, in whole or in part. This Official Statement does not purport to describe all of the risks of an investment in the Bonds; both the Borough and the Underwriter disclaim any responsibility to advise prospective investors of such risks either as they may exist at the date of dissemination of this Official Statement or as they may appear or change from time to time in the future. Prospective purchasers of the Bonds should consult their own legal and tax advisors as to the risks associated with an investment in the Bonds, their ability to bear a loss from an investment in the Bonds and the suitability of investing in the Bonds, in light of their particular, individual circumstances. Prospective purchasers should carefully consider the matters described below, as well as all the information contained within this entire Official Statement inclusive of its Appendices.*

### **Bond Insurance Risk Factors**

In the event of default of the payment of principal or interest with respect to the Bonds when all or some becomes due, any owner of the Bonds shall have a claim under the applicable Bond Insurance Policy (the "Policy") for such payments. However, in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments are to be made in such amounts and at such times as such payments would have been due had there not been any such acceleration. The Policy does not insure against redemption premium, if any. The payment of principal and interest in connection with mandatory or optional prepayment of the Bonds by the Borough which is recovered by the Borough from the bond owner as a voidable preference under applicable bankruptcy law is covered by the insurance policy, however, such payments will be made by the Insurer at such time and in such amounts as would have been due absence such prepayment by the Borough unless the Bond Insurer chooses to pay such amounts at an earlier date.

Under most circumstances, default of payment of principal and interest does not obligate acceleration of the obligations of the Bond Insurer without appropriate consent. The Bond Insurer may direct and must consent to any remedies that the Paying Agent exercises and the Bond Insurer's consent may be required in connection with amendments to the applicable agreements.

In the event the Bond Insurer is unable to make payment of principal and interest as such payments become due under the Policy, the Bonds are payable solely from the moneys received by the Paying Agent pursuant to the applicable agreements. In the event the Bond Insurer becomes obligated to make payments with respect to the Bonds, no assurance is given that such event will not adversely affect the market price of the Bonds or the marketability (liquidity) for the Bonds.

The long-term ratings on the Bonds are dependent in part on the financial strength of the Bond Insurer and its claim paying ability. The Bond Insurer's financial strength and claims paying ability are predicated upon a number of factors which could change over time. No assurance is given that the long-term ratings of the Bond Insurer and of the ratings on the Bonds insured by the Bond Insurer will not be subject to downgrade and such event could adversely affect the market price of the Bonds or the marketability (liquidity) for the Bonds. See description under "RATINGS" herein.

The obligations of the Bond Insurer are general obligations of the Bond Insurer and in an event of default by the Bond Insurer, the remedies available to the Paying Agent may be limited by applicable bankruptcy law or other similar laws related to insolvency.

Neither the Borough or Underwriter has made independent investigation into the claims paying ability of the Bond Insurer and no assurance or representation regarding the financial strength or projected financial strength of the Bond Insurer is given.

### **Cybersecurity**

The Borough, like other public and private entities, relies on computer and other digital networks and systems to conduct its operations. As a recipient and provider of personal, private or other electronic sensitive information, the Borough may be the subject of cyber threats including, but not limited to, hacking, viruses, malware and other attacks on computer and other sensitive digital networks and systems. Entities or individuals may attempt to gain unauthorized remote access to the Borough's systems for the purposes of misappropriating assets or information or causing operational disruption or damage, or demanding ransom for restored access to files or information. The Borough has never had a material cyber breach or a cyber breach that resulted in a financial loss. No assurance can be given that the Borough's current efforts to manage cyber threats and security will, in all cases, be successful. The Borough cannot predict what future cyber security events may occur and what impact said events could have on its operations or finances. In addition to the various processes in place to safeguard against cyber security attacks, the Borough also maintains a comprehensive insurance policy which includes privacy liability, cyber incident response, data breach, network security, internet media and network extortion coverages.

The Borough relies on other entities and service providers in the course of operating the Borough, including its accountants, attorneys, the trustee, and banks, as well as vendors with respect to outsourced critical digital network operations and functions. No assurance can be given that future cyber threats and attacks against other third party entities or service providers will not impact the Borough, including the possibility of impacting the timely payments of debt service on the Bonds or timely filings pursuant to the Continuing Disclosure Certificate.

## **Climate Change**

Numerous scientific studies have detailed changing global weather patterns and the potential for increasing extreme weather events across the world. The Borough cannot predict the timing, extent, or severity of climate change and its impact on its operations and finances. The Borough has not experienced increases in extreme weather events, but has established reserves to address severe weather disasters and maintains a comprehensive insurance policy.

## **Risk of Audit by Internal Revenue Service**

The Internal Revenue Service has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Internal Revenue Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. No assurances can be given as to whether or not the Internal Revenue Service will commence an audit of the Bonds. If an audit is commenced, under current procedures the Internal Revenue Service is likely to treat the Borough as the taxpayer and Bond purchasers may have no right to participate in such procedure. None of the Borough, the Underwriter or Bond Counsel is obligated to defend the tax-exempt status of the Bonds on behalf of the Bond purchasers, nor to pay or reimburse the cost of any Bond purchaser with respect to any audit or litigation relating to the Bonds. See “**TAX MATTERS**” herein.

## **CONTINUING DISCLOSURE UNDERTAKING**

In accordance with the requirement of Rule 15-c2-12 (as amended and in effect on the date of initial issuance and delivery of the Bonds to the Underwriter, the “Rule”) of the United States Securities and Exchange Commission (the “SEC”), the Borough (being an “obligated person” with respect to the Bonds, within the meaning of the Rule), will agree to provide certain financial information and operating data to the Municipal Securities Rulemaking Board (the “MSRB”) in an electronic format as prescribed by the MSRB, either directly, or indirectly through a designated agent, as set forth in its Continuing Disclosure Certificate substantially in the form attached hereto as Appendix D.

With respect to the filing of annual financial information and operating data, the Borough reserves the right to modify from time to time the specific types of information and data provided or the format of the presentation of such information to the extent necessary or appropriate as a result of a change in legal requirements or a change in the nature of the Borough or its operations or financial reporting, but the Borough will agree that any such modification will be done in a manner consistent with the Rule.

The Borough is required to give notice of certain events as set forth in the Continuing Disclosure Certificate (not all of which will be relevant to the Borough). The Borough may from time to time choose to file notice of other events in addition to those specified in the Continuing Disclosure Certificate.

The Borough acknowledges that its undertakings pursuant to the Rule described herein and in the Continuing Disclosure Certificate is intended to be for the benefit of the holders and beneficial owners of the Bonds and shall be enforceable by any holder or beneficial owner of the Bonds, but the right of the holders and beneficial owners of the Bonds to enforce the provisions of the Borough’s continuing disclosure undertaking shall be limited to a right to obtain specific enforcement, and any failure by the Borough to comply with the provisions of the undertaking shall not be an event of default with respect to the Bonds.

The Borough’s obligations with respect to continuing disclosure described herein shall terminate upon the prior defeasance, redemption or payment in full of all of the Bonds or if and when the Borough is no longer an “obligated person” with respect to the Bonds, within the meaning of the Rule.

The MSRB has been designated by the SEC to be the central and sole repository for continuing disclosure information filed by issuers of municipal securities since July 1, 2009. Information and notices filed by municipal issuers (and other defined “obligated persons”) with respect to municipal securities issues) are made available through the MSRB’s Electronic Municipal Market Access (EMMA) System, which may be accessed on the internet at <http://www.emma.msrb.org>.

<b>Fiscal Year</b>	<b>Filing Due Date</b>	<b>Audit</b>	<b>Filing Dates:</b>	
			<b>Operating Data</b>	<b>Budget</b>
12/31/2023	10/01/2024	2/04/2025 <sup>(1a)</sup>	10/01/2024 <sup>(1b)</sup>	9/23/2024 <sup>(6)</sup>
12/31/2022	10/02/2023	9/23/2024 <sup>(2a)</sup>	10/01/2024 <sup>(2b)</sup>	9/23/2024 <sup>(6)</sup>
12/31/2021	10/02/2022	12/15/2022 <sup>(3)</sup>	1/31/2023 <sup>(5)</sup>	9/30/2022
12/31/2020	12/31/2021	8/19/2021	*	*
12/31/2019	12/31/2020	7/08/2021 <sup>(4)</sup>	*	*

<sup>(1a)</sup>Filing date of the unaudited financial statement; the audited financial statement was subsequently filed, when it became available, to EMMA on 3/4/2025. A "Failure to Timely File Notice" was previously posted to EMMA on 10/1/2024.

<sup>(1b)</sup>Certain of the Borough's operating data were omitted from its original filing, "Market Values of the Borough" and "Real Property Tax Collection" for FYE 2023; however, a revised operating data report was filed to EMMA on 2/4/2025 to include this missing information.

<sup>(2a)</sup>A "Failure to Timely File Notice" was posted to EMMA on 10/2/2023.

<sup>(2b)</sup>Certain of the Borough's operating data were omitted from its original filing, "Market Values of the Borough" and "Real Property Tax Collection" for FYE 2022; however, a revised operating data report was filed to EMMA on 2/4/2025 to include this missing information.

<sup>(3)</sup>A "Failure to Timely File Notice" was posted to EMMA on 10/2/2022.

<sup>(4)</sup>A "Failure to Timely File Notice" was posted to EMMA on 7/14/2021.

<sup>(5)</sup>A "Failure to Timely File Notice" was posted to EMMA on 10/2/2022.

<sup>(6)</sup>"Failure to Timely File Notices" were posted to EMMA on 10/2/2023 and 10/1/2024.

\*The Borough was not subject to these filings requirements, under its previous Continuing Disclosure Agreement.

The Borough has procedures in place to ensure ongoing timely filings of its continuing disclosure requirements, including the hiring of Digital Assurance Certification, LLC (“DAC”) as its dissemination agent.

#### **NO LITIGATION**

As a condition to the settlement for the Bonds, the Borough will deliver a certificate, and the Borough’s Solicitor’s opinion will include a paragraph, stating that there is no pending litigation challenging or pertaining to the Bonds.

#### **TAX MATTERS**

##### **State Tax Matters**

In the opinion of Bond Counsel, the Bonds, and the interest income therefrom, are free from taxation for purposes of personal income and corporate net income taxes within the Commonwealth of Pennsylvania.

The residence of a holder of a Bond in a state other than Pennsylvania, or being subject to tax in a state other than Pennsylvania, may result in income or other tax liabilities being imposed by such other state or its political subdivisions based on the interest or other income from the Bonds.

##### **Federal Income Tax Matters**

In the opinion of Bond Counsel, based upon an analysis of existing laws, regulations, rulings and court decisions, interest on the Bonds (including, in the case of Bonds sold at an original issue discount, the difference between initial offering price and accrued value) is excluded from gross income for Federal income tax purposes. Bond Counsel is also of the opinion that interest on and accruals of original issue discount with respect to the Bonds is not a specific item of tax preference under Section 57 of the Internal Revenue Code of 1986, as amended (the “Code”) for purposes of Federal alternative minimum taxes imposed on individuals.



### **Original Issue Discount**

The Bonds that mature on \_\_\_\_\_ (collectively, the "Tax-Exempt Discount Bonds") are being offered and sold to the public at an original issue discount ("OID") from the amounts payable at their maturity. OID is the excess of the stated redemption price of a bond at maturity (par) over the price to the public at which a substantial amount of bonds of the same maturity are sold pursuant to the initial offering. Under the Code, OID on each Tax-Exempt Discount Bond will accrue over its term and the amount of accretion will be based on the yield to maturity, compounded semi-annually. The amount of OID that accrues during each semi-annual period will do so ratably within that period on a daily basis. With respect to an initial purchaser of a Tax-Exempt Discount Bond at its initial offering price, the portion of OID that accrues during the period that such purchaser owns such Bond is added to the purchaser's tax basis for purposes of determining gain or loss at the maturity, redemption, sale, or other disposition of that Tax-Exempt Discount Bond and thus, in practical effect, is treated as interest, which is excludable from gross income for federal income tax purposes.

Holders of Tax-Exempt Discount Bonds should consult their own tax advisors as to the effect of OID with respect to their federal tax liability.

### **Original Issue Premium**

The Bonds that mature on \_\_\_\_\_ (collectively, the "Tax-Exempt Premium Bonds") are being sold at an original issue premium ("OIP"). An amount equal to the excess of the issue price of a Tax-Exempt Premium Bond over its stated redemption price at maturity constitutes OIP on such Tax-Exempt Premium Bond. An initial purchaser of a Tax-Exempt Premium Bond must amortize any OIP over such Tax-Exempt Premium Bond's term using constant yield principles, based on the purchaser's yield to maturity (or, in the case of Tax-Exempt Premium Bonds callable prior to their maturity, by amortizing the OIP to the call date, based on the purchaser's yield to the call date and giving effect to any call premium). As OIP is amortized, the amount of the amortization offsets a corresponding amount of interest for the period and the purchaser's basis in such Tax-Exempt Premium Bond is reduced by a corresponding amount resulting in an increase in the gain (or decrease in the loss) to be recognized for federal income tax purposes upon a sale or disposition of such Tax-Exempt Premium Bond prior to its maturity. Even though the purchaser's basis may be reduced, no federal income tax deduction is allowed. Purchasers of the Tax-Exempt Premium Bonds should consult with their tax advisors with respect to the determination and treatment of OIP for federal income tax purposes and with respect to the state and local tax consequences of owning a Tax-Exempt Premium Bond.

### **Interest Expense Deductions for Financial Institutions**

Under Section 265 of the Code, financial institutions are denied any deduction for interest expenses that are allocable, by a formula, to tax-exempt obligations acquired after August 7, 1986. An exception, which permits a deduction for 80% of such interest expenses, is provided in respect of certain tax-exempt obligations issued by a qualified issuer that specifically designates such obligations as "qualified tax-exempt obligations" under Section 265 of the Code.

The Borough is a qualified issuer and the Borough has designated the Bonds as "qualified tax-exempt obligations" for the purposes and effect contemplated by Section 265 of the Code.

Financial institutions intending to purchase Bonds should consult their own tax advisors to determine the effect of the interest expense deduction on their federal tax liability.

### **Corporate Alternative Minimum Tax**

The Inflation Reduction Act of 2022 imposed a new corporate alternative minimum tax equal to 15% of the "adjusted financial statement income" of "applicable corporations" as defined in Section 59(k) of the Code; generally, corporations (as defined for federal income tax purposes, other than S corporations, regulated investment companies, and real estate investment trusts) having "average annual adjusted financial statement income" of more than \$1,000,000,000 over any preceding period of three tax years (ending with a tax year that ends after December 31, 2021). The new corporate alternative minimum tax applies for tax years beginning after December 31, 2022. Interest on tax-exempt bonds, such as interest on the Bonds, is included (a) in average annual adjusted financial statement income for the purpose of determining whether a corporation is an "applicable corporation" and (b) in the calculation of an applicable corporation's "adjusted financial statement income" for purposes of calculating the actual alternative minimum tax imposed on corporations, regardless of the issue date of such tax-exempt bonds.

### **Continuing Compliance**

The Code imposes various terms, restrictions, conditions and requirements relating to the exclusion from gross income for Federal income tax purposes of interest on obligations such as the Bonds. The Borough has covenanted to comply with all such requirements, including non-arbitrage requirements under Section 148 of the Code, that are necessary to ensure that interest on the Bonds will not be includable in gross income for Federal income tax purposes. Failure to comply with these covenants could result in interest on the Bonds being includable in gross income for Federal income tax purposes and such inclusion could be required retroactively to the date of issuance of the Bonds. The opinion of Bond Counsel assumes compliance with the aforesaid covenants. Moreover, Bond Counsel has not undertaken to determine (or to inform any person) whether any actions taken (or not taken) or events occurring (or not occurring) after the date of issuance of the Bonds may adversely affect the tax-exempt status of the interest on the Bonds.

Certain requirements and procedures contained or referred to in the Ordinance and other relevant documents may be changed and certain actions (including, without limitation, defeasance of the Bonds) may be taken or omitted under the circumstances and subject to the terms and

conditions set forth in such documents. Such changes or actions could constitute an exchange or other tax event with respect to the Bonds, which could result in gain or loss to the holder of a Bond, and a consequent tax liability.

Pursuant to its continuing disclosure obligations made pursuant to SEC Rule 15c2-12 (see “Continuing Disclosure Undertaking” herein), the Borough may be required to provide notice of such changes or actions, as Material Events under said Rule. However, holders of the Bonds should consult their own tax advisors as to the effect of such changes or actions with respect to their federal tax liability.

### **Collateral Tax Liabilities**

Although Bond Counsel has rendered an opinion that interest on the Bonds is excludable from gross income for Federal and Pennsylvania income tax purposes, the ownership or disposition of, or the accrual or receipt of interest on, the Bonds may result in other collateral effects on a Bondholder’s Federal, state or local tax liabilities. The nature and extent of these other tax consequences may depend upon the particular tax status of the Bondholder or the Bondholder’s other items of income or deduction. Bond Counsel expresses no opinions regarding any tax consequences other than what is set forth in its opinion; each Bondholder or potential Bondholder is urged to consult with its own tax advisors with respect to the effects of purchasing, holding or disposing of the Bonds on its tax liabilities.

Examples of tax consequences for certain taxpayers include, without limitation, increasing the federal tax liability of certain foreign corporations subject to the branch profits tax imposed by Section 884 of the Code, increasing the federal tax liability of certain insurance companies under Section 832 of the Code, increasing the federal tax liability of certain S corporations subject to Sections 1362 and 1375 of the Code, increasing the federal tax liability of certain individual recipients of social security or railroad retirement benefits under Section 86 of the Code, limiting the use of the Earned Income Credit under Section 32 of the Code, limiting the use of the refundable credit for coverage under a qualified health plan under Section 36B of the Code, and denying an interest expense deduction to certain financial institutions under Section 265 of the Code (unless, and in the circumstance when, the Bonds have been designated by the issuer as “qualified tax-exempt obligations”).

### *Change in Law; Adverse Determinations*

From time to time, certain legislative proposals may be introduced, or are pending, in the Congress of the United States or the various state legislatures, including some that carry retroactive effective dates, that, if, enacted, could alter or amend the federal and state tax matters described above or affect the market value of the Bonds. No prediction can be made whether or in what form any such proposal or proposals might be enacted into law or whether, if enacted, the same would apply to bonds issued prior to enactment. Prospective purchasers of the Bonds should consult their own tax advisors regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

The Internal Revenue Service (the “Service”) regularly audits tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includible in the gross income of the owners thereof for federal income tax purposes. No prediction can be made whether or not the Service will commence an audit of the Bonds. If an audit is commenced, under current procedures, the Service may treat the Borough as a taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the Bonds until such time as the audit is concluded, regardless of the ultimate outcome.

Payments of interest on, and proceeds of the sale, redemption or maturity of, tax-exempt obligations, such as the Bonds, are in certain cases required to be reported to the Service. Additionally, backup withholding may apply to any such payments to any Bondholder who fails to provide an accurate Form W-9 Request for Taxpayer Identification Number and Certification, or to any Bondholder who is notified by the Service of a failure to report any interest or dividends required to be shown on federal income tax returns.

**THE FOREGOING IS NOT INTENDED AS AN EXHAUSTIVE LIST OF THE PROVISIONS OF FEDERAL, STATE AND LOCAL TAX LAWS WHICH MAY HAVE AN EFFECT ON INDIVIDUALS AND CORPORATIONS HOLDING THE BONDS OR RECEIVING INTEREST THEREON. PROSPECTIVE PURCHASERS SHOULD CONSULT WITH THEIR OWN TAX ADVISORS REGARDING THE EFFECT ON THEIR FEDERAL, STATE OR LOCAL TAX LIABILITY AND GENERAL FINANCIAL AFFAIRS OF HOLDING THE BONDS OR RECEIVING INTEREST THEREON.**

### **LEGAL OPINIONS**

The issuance of the Bonds is subject to the approving legal opinion of John F. Salopek, Ambridge, Pennsylvania, as Bond Counsel to the Borough, substantially in the form of Appendix C. Certain legal matters will be passed on for the Borough by Joseph A. Askar, Esquire, Beaver, Pennsylvania, Solicitor to the Borough, and Dinsmore & Shohl LLP, Pittsburgh, Pennsylvania, will pass upon certain legal matters as limited scope underwriter’s counsel to the underwriter.

### **RATINGS**

S&P Global Ratings, a business unit of Standard & Poor’s Financial Services LLC (“S&P”) is expected to assign its municipal bond insured rating of AA (stable outlook) to this issue of Bonds with the understanding that upon delivery of the Bonds, a municipal bond insurance policy insuring the payment when due of the principal of and interest on the Bonds will be issued by AG. Currently, AG’s financial strength is rated “AA” (stable outlook) by S&P. S&P has also assigned the Borough an underlying rating of “A” (negative outlook). This underlying rating may be changed, suspended or withdrawn as a result in, or unavailability of, information.

The above ratings are not recommendations to buy, sell or hold the Bonds, and such ratings may be subject to revision or withdrawal at any time by the rating agency. Any downward revision or withdrawal of any of the above ratings may have an adverse effect on the market price of the Bonds. See “**BOND INSURANCE**” herein.

### **UNDERWRITING**

Raymond James & Associates, Inc., Pittsburgh, Pennsylvania (the “Underwriter”) subject to certain conditions, has purchased the Bonds from the Borough at a purchase price of \$ \_\_\_\_\_ (representing the par amount of the Bonds of \$ \_\_\_\_\_, [plus/less] an original issue [premium/discount] of \$ \_\_\_\_\_ less an underwriting discount of \$ \_\_\_\_\_). The Underwriter's obligations are subject to certain conditions precedent; however, the Underwriter will be obligated to purchase all such Bonds on the Delivery Date if any such Bonds are purchased. The Bonds may be offered and sold to certain dealers (including dealers depositing such bonds into investment trusts) at prices lower than such public offering prices, and such public offering prices may be changed, from time to time, by the Underwriter.

The Underwriter and its respective affiliates are full-service financial institutions engaged in various activities that may include securities trading, commercial and investment banking, municipal advisory, brokerage, and asset management. In the ordinary course of business, the Underwriter and its respective affiliates may actively trade debt and, if applicable, equity securities (or related derivative securities) and provide financial instruments (which may include bank loans, credit support or interest rate swaps). The Underwriter and its respective affiliates may engage in transactions for their own accounts involving the securities and instruments made the subject of this securities offering or other offering of the Borough. The Underwriter and its respective affiliates may also communicate independent investment recommendations, market color or trading ideas and publish independent research views in respect of this securities offering or other offerings of the Borough. The Underwriter and its respective affiliates may make a market in credit default swaps with respect to municipal securities in the future.

### **FINANCIAL ADVISOR**

The Borough has retained Commonwealth Investment Management, of Pittsburgh, Pennsylvania, as financial advisor (the “Financial Advisor”) in connection with the authorization and issuance of the Bonds. The Financial Advisor is not obligated to perform an independent verification of, or to assume responsibility for the accuracy, completeness or fairness of, the information contained in this Official Statement, and has neither performed any such verification nor assumed any such responsibility. Commonwealth Investment Management is an independent advisory firm and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

### **PAYING AGENT**

Pursuant to the provisions of the Ordinance, as paying agent and sinking fund depository, the Paying Agent has the limited duty of receiving payments from the Borough, depositing such payments in a sinking fund and making payments to the owners of the Bonds of the principal of, interest on, and premium, if any, on the Bonds when due, but only to the extent such moneys have been received. As registrar and transfer agent, the Paying Agent has the limited duty of handling the registration and transfer of the Bonds. Accordingly, the Paying Agent performs ministerial duties not involving the exercise of discretion and assumes no fiduciary relationship with respect to the owners of the Bonds.

The Paying Agent may now or in the future have banking relationships with the Borough which involve making loans to the Borough; these loans may have a security feature which is different from that of the security feature associated with the Bonds. The Paying Agent may also serve as trustee or paying agent and sinking fund depository on other obligations issued by or on behalf of the Borough.

### **CERTAIN OTHER MATTERS**

All references to sections or language of the Debt Act, the Bonds and the Ordinance set forth in this Official Statement are made subject to all the detailed provisions thereof, to which reference is hereby made for further information, and this Official Statement does not purport to be complete statements of any or all such provisions.

All information, estimates and assumptions herein have been obtained from officials of the Borough, other governmental bodies, trade and statistical services, and other sources, which we believe to be reliable; but no representations whatsoever are made that such estimates or assumptions are correct or will be realized. So far as any statements herein involve matters of opinion, whether or not expressly so stated, they are intended as such and not representations of fact.

The Borough has authorized the distribution of this Official Statement.

**BOROUGH OF AMBRIDGE**  
**Beaver County, Pennsylvania**

By:  
President, Borough Council

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**APPENDIX A**

**SUMMARIES OF OPERATING DATA REGARDING THE BOROUGH**

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## DESCRIPTION OF THE BOROUGH

### Introduction

The Borough of Ambridge (the “Borough”) is located in the southeast corner of Beaver County, approximately 15 miles from the center of downtown Pittsburgh, and along Pennsylvania Route 65, approximately 8 miles from Interstate Route 79, 6 miles from Pennsylvania Route 60 (the four-six lane Beaver Valley-Airport Expressway) and 13 miles from the Pennsylvania Turnpike (Interstate Route 76). The Borough encompasses 1.7 square miles.

The Borough of Ambridge operates under the Council/Manager form of government. Under this system, Borough Council is the legislative and policy-making body. Members of Borough Council are elected from each ward by the voting public. The Mayor is elected at large and serves for a four-year term. The appointed Manager is the administrative officer of the Borough. The Council acts as a board of directors to establish policy and give directives to the Manager. The Manager is in charge of all Borough employees.

### Financial Reporting

The Borough’s basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities. Fund financial statements, which provide a more detailed level of financial information, are also included. The Borough uses funds to maintain its financial records. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: Governmental, Proprietary and Fiduciary. Governmental Funds are those through which most governmental functions of the Borough are financed. The Borough’s major Governmental Funds are the General Fund, Proprietary Funds (i.e., Water Fund, Electric Fund and Sewer Fund) and Fiduciary Funds. Government-wide financial statements are prepared using the accrual basis of accounting; Proprietary and Fiduciary Funds also use the accrual basis of accounting; Governmental Funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenues, and in the presentation of expenses versus expenditures.

Reference is hereby made to Appendix C – Audited Financial Statements of the Borough, Fiscal Year Ended December 31, 2023. Readers should also review the Bonds to the basic financial statements and financial statements to enhance their understanding of the Borough’s financial performance. Mark C. Turnley, a Certified Public Accountant, currently serves as the Borough’s Auditor.

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**Summary and Discussion of Financial Results**

The following summary of the Borough’s General Fund financial performance for the fiscal years ending December 31, 2020 through December 31, 2023, along with the Borough’s Budget for the fiscal year ending December 31, 2024. For more complete information, the individual financial statements and the Budget of the Borough may be reviewed at the Borough’s Business Office.

**BOROUGH OF AMBRIDGE  
General Fund Revenues, Expenditures and Fund Balances  
(Years Ending December 31<sup>st</sup>)**

<b>Revenues</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
Taxes	\$2,866,919	\$3,224,623	\$3,145,392	\$3,107,279
Licenses and Permits	165,102	152,698	160,544	157,457
Fines and Forfeitures	63,493	58,669	49,658	57,795
Interest and Rents	1,159	690	876	9,021
Intergovernmental	480,924	297,008	931,710	988,566
Charges for Services	830,325	1,058,984	1,210,633	1,137,194
Miscellaneous	<u>9,531</u>	<u>63,958</u>	<u>12,338</u>	<u>75,792</u>
<b>Total Revenues</b>	<b>\$4,417,453</b>	<b>\$4,856,630</b>	<b>\$5,511,151</b>	<b>\$5,533,104</b>
<b>Expenses</b>				
General Government	\$536,823	\$642,661	\$650,298	\$607,259
Public Safety - Police	1,641,627	1,875,256	1,943,057	2,303,610
Public Safety - Fire	569,376	624,976	715,130	713,857
Protective Inspection	635	0	0	0
Planning and Zoning	6,235	861	1,807	1,679
Public Works - Sanitation	484,769	597,090	736,789	770,588
Public Works - General Services	683,581	696,573	707,317	632,037
Culture and Recreation	53,383	47,853	40,705	256,293
Debt Service	149,206	165,808	168,643	386,943
Miscellaneous	<u>189,071</u>	<u>241,554</u>	<u>320,625</u>	<u>333,517</u>
<b>Total Expenses</b>	<b>\$4,314,706</b>	<b>\$4,892,632</b>	<b>\$5,284,371</b>	<b>\$6,005,783</b>
<b>Other Financing Sources (Uses)</b>				
Dist. MEIT Rate Mitigation	\$0	\$3,136	\$0	\$6,445
Operating Transfers In	232,025	209,260	350,575	1,002,628
Operating Transfers Out	(347,533)	(288,964)	(857,800)	(328,452)
Uncategorized Income	0		16,435	8,221
Sale of Assets	14,741		17,100	0
Refund of Prior Year Expenditures	<u>(18,891)</u>	<u>(6,640)</u>	<u>(601)</u>	<u>20,649</u>
<b>Total Other Financing Sources (Uses)</b>	<b>\$(119,658)</b>	<b>\$(83,208)</b>	<b>\$(474,291)</b>	<b>\$709,491</b>
<b>Net Change in Fund Balance</b>	<b><u>\$(16,911)</u></b>	<b><u>\$(119,210)</u></b>	<b><u>\$(247,511)</u></b>	<b><u>\$236,812</u></b>
<b>Fund Balance, January 1</b>	<b><u>\$727,744</u></b>	<b><u>\$710,833</u></b>	<b><u>\$591,623</u></b>	<b><u>\$344,112</u></b>
<b>Fund Balance, December 31</b>	<b><u>\$710,833</u></b>	<b><u>\$591,623</u></b>	<b><u>\$344,112</u></b>	<b><u>\$580,924</u></b>

Source: Audits

**BOROUGH OF AMBRIDGE  
General Fund Revenues and Expenditures Budget  
(Year Ending December 31<sup>st</sup>)**

<b>Revenues</b>	<b>2024</b>
General Fund Revenue	\$5,521,305
<b>Expenditures</b>	
General Government	\$570,725
Public Safety (Animal Control)	2,879,970
Public Works (Planning & Zoning)	696,610
Debt Service	439,257
Parks & Recreation	52,500
Miscellaneous	<u>554,000</u>
<b>Total Expenditures</b>	<b>\$5,193,062</b>
<b>Excess of Revenue over (Under Expenditures)</b>	<b><u>\$328,243</u></b>

Source: Budget



## TAXING POWERS AND LIMITS

### In General

The Borough Council for any Borough may, by ordinance, levy taxes upon all real property and upon all occupations, or upon real property alone, within the Borough made taxable for Borough purposes, as ascertained by the last adjusted valuation for Borough purposes, for the purposes and at the rates specified below:

1. An annual Borough tax, for road, bridge and general Borough purposes, not exceeding 30 mills. Where the Borough Council, by a majority action, shall, upon due cause shown, petition the of common pleas for the right to levy additional millage, the court, after such public notice as it may direct after hearing, may order a greater rate not more than five mills additional to be levied.
2. Upon receipt of a petition of a majority of the owners of real estate of the Borough requesting it, an annual tax, not exceeding eight mills, for the purpose of lighting the highways, roads and other public places in the Borough, and of defraying the costs, charges and expenses thereof.
3. An annual tax, not exceeding three mills, pursuant to provision therefor in the Borough budget, for the purpose of purchasing and maintaining fire apparatus, for the purpose of making appropriations to fire companies both within and without the Borough and of contracting with adjacent municipalities or volunteer fire companies therein for fire protection, for the purpose and maintenance of fire apparatus, and for the purpose of providing a suitable place for the house of fire apparatus.
4. A tax not exceeding two mills for the purpose of establishing and maintaining fire hydrants and fire hydrant water service, after obtaining the assent of fifty-one per centum of the electors of the Borough voting thereon in the manner provided by the Code.
5. A tax, for the purpose of maintain and operating parks, playgrounds, playfields, gymnasiums, public baths, swimming pools and recreation centers.
6. An annual tax sufficient to pay interest and principal on any indebtedness incurrent pursuant to the Local Government Unit Debt Act. No limit but only levied by court order.
7. An annual tax, not exceeding one-half mill, for the purpose of supporting ambulance and rescue squads serving the Borough.
8. A special tax for the purpose of maintaining a public library after obtaining approval of the electors of the Borough voting thereon, but appropriations for library purposes are not limited to those made from special tax levies. Whenever the assent of the electors is required as hereinbefore provided, the same shall be expressed at an election to be held at the place and time of any general, special or primary election, and under the same regulations as provided by law for the holding of municipal elections.

Under the Act of December 31, 1965, P.L. 1257, effective January 1, 1966, 53 P.S. Section 6901 *et seq.* (the "Local Tax Enabling Act"), which replaces and repeals Act 481 of June 25, 1947, P.L. 1145, certain additional taxes may be levied by Borough of the second class (subject to division with other political subdivisions authorized to levy similar taxes on the same person, subject, business, transaction or privilege), subject to the following limitations:

Per Capita Tax	\$10
Gross Receipts of Wholesalers	1 mill
Gross Receipts of retailers and service industries	1 ½ mills
Wages, salaries, commissions and other earned income of individuals	1%
Transfer of title of real property	1%
Flat rate occupation and occupational privilege tax (Local Service Tax)(Maximum)	\$52

The above taxes, under the Local Tax Enabling Act, are subject to the limitation that the aggregate of such taxes may not exceed the product obtained by multiplying the latest total market valuation of real estate in the Borough by twelve mills.

### Limitation on Mercantile and Business Privilege Taxes

In November, 1988, the Pennsylvania General Assembly enacted S.B. 442, known as "The Local Tax Reform Act" (Act No. 1988-145, approved May 13, 1988, codified at 72 P.S. §4750.101 *et seq.* (the "Tax Act")). The general purposes of the Tax Act were to reduce local dependency on *ad valorem* real estate taxes by providing income tax alternatives, and to eliminate "nuisance" taxes. As a result of provisions within the Tax Act for the levying of real estate taxes at non-uniform rates between residential/farm and business properties, its full implementation was conditioned on voter approval of an amendment to the Pennsylvania Constitution. On May 16, 1989, the voters of Pennsylvania defeated this amendment. Accordingly, most observers concluded that the entire Tax Act was null and void.

However, in *Borough of West Chester v. Taxpayers of the Borough of West Chester* 129 Pa. Comm. 545, 566 A.2d 373 (1989), taxpayers challenged the validity of a newly levied tax on gross business receipts on the grounds that new, or increased rates of mercantile and business taxes based upon the *gross receipts* of businesses, had been abolished by §533 of the Tax Act. In ruling in favor of the taxpayers, the Commonwealth Court found that §533 explicitly states that it applies after November 30, 1988, notwithstanding any other provision of the Tax Act – including the effective date provisions of §3112 that required the constitutional amendment. The Commonwealth Court has confirmed its reasoning in two subsequent cases. See, *Penn Traffic Company v. City of Dubois*, 626 A.2d 1257 (1993) appeal denied, 637 A.2d 294, *Burrell School District v. City of Lower Burrell*, 147 Pa. Comm. 471, 608 A.2d 605 (1992), appeal denied, 533 Pa. 602, 617 A.2d 1275 (1992). Notwithstanding these decisions, the Commonwealth Court has since held that new or increased business privilege and mercantile taxes imposed at a flat rate are not prohibited by the Tax Act. *Smith and McMaster, P.C. v. Newtown Borough*, 669 A.2d 452 (1995).

Therefore, pursuant to §533 of the Tax Act, as interpreted by the Commonwealth Court, only mercantile and business privilege taxes (based on gross receipts) at rates which had been levied on or before November 30, 1988 are preserved. No new or increased taxes of this type may be levied.

**TAX REVENUE OF THE BOROUGH**

**2025 Property Millage Rates**

	<b>2025</b>
Borough	6.5000
School District	11.9482
County	26.0000

Source: PA DCED Municipal Statistics

**Real Estate Tax Collection Record**

The Borough's realty tax collection record for the current and previous four years ending December 31<sup>st</sup>, of the years shown below, is as follows:

<u>Year</u>	<u>Taxable Assessed Value</u>	<u>Millage Rate</u>	<u>Taxes Billed<sup>(1)</sup></u>	<u>Actual Collections</u>	<u>Percent Collected</u>
2019	\$57,897,219	34.5	\$1,997,461	\$1,992,935	99.8%
2020	57,876,969	34.5	1,996,762	1,900,435	95.2%
2021	57,569,719	34.5	2,020,000	2,161,344	107.0%
2022	59,577,507	34.5	2,053,000	2,047,504	99.7%
2023	59,724,342	34.5	2,160,000	1,961,240	90.8%

<sup>(1)</sup>Includes 2% discount.  
Source: Borough Officials.

**Trends in Market and Assessed Valuations**

The trend in market and assessed valuations of real estate in the Borough are shown below:

<u>Year</u>	<u>Market Value</u>	<u>Assessed Value</u>	<u>Ratio</u>
2019	\$146,894,658	\$57,897,219	39.41%
2020	146,787,569	57,876,969	39.43%
2021	146,284,656	57,569,719	39.35%
2022	151,326,868	59,577,507	39.37%
2023	151,401,207	59,724,342	39.45%

Source: Pennsylvania State Tax Equalization Board (STEB). Valuations are certified in June of following year.

**Ten Most Valuable Taxable Parcels in the Borough**

The following table represents the ten real estate parcels having the highest assessed values in the Borough. These taxpayers represent approximately 8.97% of the Borough's total most recent assessed value.

<u>Taxpayer</u>	<u>Taxable Aggregate Assessed Valuation</u>
Sipple Industries, LLC	\$1,192,675
Pittsburgh Intermodal Terminals	825,000
New Economy Business Park	648,750
Frank Strano - Do it Best	538,550
Integrus Metals	526,725
Cole BD	375,900
More Flavor	352,850
Metals USA	317,325
Abigal Investors	309,150
Value Associates	<u>271,250</u>
<b>Total</b>	<b><u>\$5,358,175</u></b>

Source: County Assessment Office

**DEBT STATEMENT AND DEBT LIMITS**

Residents of the Borough are responsible for the following debt within the Borough, the School District and the County following the settlement of the Bonds. The Borough has never defaulted on the payment of debt service.

<b><u>DIRECT DEBT</u></b>	
<b><u>NONELECTORAL DEBT</u></b>	
<b><u>General Fund:</u></b>	
General Obligation Bonds, Series of 2025.....	\$3,500,000
General Obligation Notes, Series B of 2021.....	5,055,000
General Obligation Notes, Series A of 2021.....	2,635,000
<b>Total Principal of Nonelectoral Debt.....</b>	<b>\$11,190,000</b>
<b><u>LEASE RENTAL DEBT</u></b>	
<b>Total Principal of Lease Rental Debt.....</b>	<b>\$0</b>
<b>TOTAL DIRECT DEBT.....</b>	<b>\$11,190,000</b>
<b><u>OVERLAPPING DEBT</u></b>	
Ambridge Area School District <sup>(1)</sup> .....	\$9,551,904
Beaver County <sup>(2)</sup> .....	2,791,440
<b>Total Principal of Overlapping Debt.....</b>	<b>\$12,343,345</b>
<b>TOTAL DIRECT AND OVERLAPPING DEBT.....</b>	<b>\$23,533,345</b>
<b><u>Direct Debt to Market and Assessed Values</u></b>	
Market Valuation of Real Estate.....	7.39%
Assessed Valuation of Real Estate.....	18.74%
Per Capita (2020 Population).....	\$1,605
<b><u>Overlapping Debt to Market and Assessed Values</u></b>	
Market Valuation of Real Estate.....	8.15%
Assessed Valuation of Real Estate.....	20.67%
Per Capita (2020 Population).....	\$1,771

<sup>(1)</sup> Represents the Borough’s share of the School District’s pro rata share of outstanding debt (21.1%).

<sup>(2)</sup> Represents the Borough’s share of the County’s pro rata share of outstanding debt (2.7%).

**FUTURE FINANCING**

The Borough does not anticipate issuing additional long-term debt in the near future.

**BORROWING CAPACITY**  
(Under Local Government Unit Debt Act)

Under the Debt Act as presently in effect, there is no limit on the amount of electoral debt (debt incurred with the approval of the voters) which may be incurred or outstanding, but (i) the Borough may not incur new nonelectoral debt (debt not approved by the voters) if the total amount of such new nonelectoral debt plus all other nonelectoral debt to remain outstanding upon issuance of such new nonelectoral debt, net of the amount of any nonelectoral debt that constitutes subsidized debt (debt the principal of and interest on which will be covered by subsidies or reimbursements to be paid to the Borough by the Commonwealth or the federal government or, under a subsidy contract with the Borough, by another local government unit or an authority) or self-liquidating debt (debt to be paid solely from rents, rates or other charges to the ultimate users of the project to be financed by such debt), will exceed 250% of the borrowing base, and (ii) the Borough may not incur new lease rental debt (debt represented by obligations of an authority or another local government unit to be repaid by the Borough pursuant to a lease, subsidy contract, guarantee or other form of agreement where such debt is or may be payable out of the tax revenues and other general revenues of the Borough), if the total amount of such new lease rental debt plus all other nonelectoral debt and lease rental debt to remain outstanding upon issuance of such new lease rental debt, net of the amount of any nonelectoral or lease rental debt that constitutes subsidized debt or self-liquidating debt, will exceed 350% of the borrowing base. The following is a calculation of the Borough's current net debt limitations.

The Borough's borrowing limit is computed as a percentage of its Borrowing Base. The Borrowing Base is calculated as the annual arithmetic average of the Borough's total revenues for the three full fiscal years immediately preceding the date of the incurrence of new debt.

	<b>ACTUAL</b>		
	<u>2021</u>	<u>2022</u>	<u>2023</u>
<b>Total General Fund Revenues</b> .....	\$4,856,630	\$5,511,151	\$5,533,104
<b><u>Less: Required Deductions</u></b>			
a. Rental and Sinking Fund Reimbursement.....	0	0	0
b. Revenues for Self-Liquidating Debt .....	0	0	0
c. Interest Earned on Sinking Funds .....	0	0	0
d. Grant and Gifts for Capital Projects.....	0	0	0
e. Sale of Equipment and Non-Recurring Items (i.e., insurance recoveries)....	0	0	0
<b>Total Deductions</b> .....	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Net Revenues</b> .....	\$4,856,630	\$5,511,151	\$5,533,104
<b>Total Net Revenues for Three Years</b> .....		\$15,900,885	
<b>Borrowing Base - Average Net Revenues for Three-Year Period</b> .....		\$ 5,300,295	
<b><u>Computation of Borrowing Capacity</u></b>			
<b>Legal Limit - Net Nonelectoral Debt: 250% OF Borrowing Base</b> .....			\$13,250,738
Net Nonelectoral Debt Outstanding .....			11,190,000
<b>Current Non-Electoral Remaining Borrowing Capacity</b> .....			<b>\$ 2,060,738</b>
<b>Legal Limit - Net Nonelectoral and Lease Rental Debt: 350% OF Borrowing Base</b> .....			\$18,551,033
Net Nonelectoral and Lease Rental Debt Outstanding .....			11,190,000
<b>Current Net Non-electoral and Lease Rental Debt Remaining Borrowing Capacity</b> .....			<b>\$ 7,361,033</b>

## LABOR RELATIONS AND PENSION PROGRAMS

### **Borough Employees**

All Borough employees with the exception of Council appointments are represented by labor organizations as follows: the police are represented by the Fraternal Order of Police under a three-year contract which expires on December 31, 2026. The fire department is represented by its own wage and policy unit officially by the International Fire Fighters under a five-year agreement which expires on December 31, 2027. The public works and administrative staff employees are represented by AFSCME, CIO under a three-year contract which expires on December 31, 2026.

### **Police Pension Plan**

The Borough's police pension plan is a single employer defined benefit pension plan. The plan is governed by the Borough which is responsible for the management of plan assets. The Borough has delegated the authority to manage certain plan assets to the Bank of New York.

### **Firefighters Pension Plan**

The Borough's police pension plan is a single employer defined benefit pension plan. The plan is governed by the Borough which is responsible for the management of plan assets. The Borough has delegated the authority to manage certain plan assets to the Bank of New York.

### **Service Employees Pension Plan**

The Borough's service employees pension plan is a single employer defined benefit pension plan. The plan is governed by the Borough which is responsible for the management of plan assets. The Borough has delegated the authority to manage certain plan assets to the Bank of New York.

For an expanded description of these Pension Plans, reference is made to Appendix C – Audited Financial Statements for fiscal year ended December 31, 2023, hereto.

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**APPENDIX B**

**LOCAL DEMOGRAPHIC AND STATISTICAL AND ECONOMIC INFORMATION**

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## DEMOGRAPHIC AND STATISTICAL CHARACTERISTICS

The following tables provide population trends, age, wealth and housing indices for the Borough, the County and the Commonwealth of Pennsylvania.

### Population

	<u>2020</u>	<u>2010</u>
<i>Borough</i> .....		6,969
Beaver County .....	165,631	170,539
Pennsylvania.....	13,002,700	12,702,379

Source: U.S. Bureau of Census.

### Age Composition (As of July 1, 2021)

	<u>Under 5 years (%)</u>	<u>Under 18 years (%)</u>	<u>65 Years and Over</u>
Beaver County .....	19.7	80.3	20.0
Pennsylvania.....	22.0	62.6	15.4

Source: U.S. Bureau of Census.

### Income (2020)

	<u>Median Household</u>	<u>Per Capita</u>	<u>Persons in Poverty</u>
Beaver County .....	\$42,601	\$27,636	23.5
Pennsylvania.....	\$67,194	\$35,518	10.2

Source: U.S. Bureau of Census.

### Housing Characteristics (2020)

	<u>Total Housing Units</u>	<u>Percent Owner Occupied</u>
Beaver County .....	79,467	73.6%
Pennsylvania.....	5,770,601	69.0

Source: U.S. Bureau of Census.

### Medical facilities

Heritage Valley Health System was formed in 1996 by consolidation of The Medical Center of Beaver County and Sewickley Valley Hospital. Heritage Valley Health System is an approximate 689-bed, teaching facility in Brighton Township, and together with the Sewickley facility, serves the majority of Beaver County residents. Skilled and intermediate level nursing is available in the Brighton Rehab & Wellness Center, which is located adjacent to Heritage Valley Medical Center in Brighton Township. Kindred Hospital at Heritage Valley is a transitional care hospital located in Beaver Borough. Kindred Hospital provides specialized long-term acute care to medically complex patients who require continued care and extended recovery time.

### Transportation

Beaver County is traversed by several major highways including the Pennsylvania Turnpike and the Pittsburgh/Airport/Beaver County Expressway (I-376). The Beaver County Airport, located in Chippewa Township, provides facilities for private and U.S. Air Force aircraft, while the Pittsburgh International Airport provides facilities for commercial service. Airport transportation is offered by Pittsburgh Transportation Group/SuperShuttle. Railroad transportation within Beaver County is provided by CSX Corporation and Norfolk Southern Corporation. The Conway Yard complex of the Norfolk Southern Corporation, located in Conway Borough in Beaver County, is an extensive and active freight classification yard (among the largest in the United States).

The Beaver County Transit Authority (“BCTA”) provides regular bus transportation throughout Beaver County and express bus service to the City of Pittsburgh, the Port Authority of Allegheny County operates a Park-n-Ride lot in the Borough of Ambridge and charter bus service and tours are offered by Lenzer Coach Lines and McCarter Coach and Tour.

**Higher Education**

Beaver County is served by several colleges, the Beaver Campus of Penn State University, Community College of Beaver County (“CCBC”), Geneva College, Beaver County Career and Technology Center, Trinity Episcopal School of Ministry, Slippery Rock University and Robert Morris University. The major colleges located in the City of Pittsburgh are within 30 to 60 minutes of travel time, by car from all Beaver County locations.

**Recreation**

The County owns and operates four parks within its borders, which provide 2,993 acres of open space for various outdoor recreational activities including boating, swimming, all-weather tennis courts, ice arena and regatta facilities. Also located in Beaver County is Pennsylvania’s fifth largest state park, Raccoon Creek State Park, which encompasses more than 7,900 acres, including a 100-acre lake.

Cultural institutions in Beaver County include the Merrick Art Gallery in New Brighton, the Brodhead Cultural Center in Monaca and the Lincoln Park Performing Arts Center in Midland. The Merrick Gallery, established in 1880, maintains a permanent exhibit of over 200 nineteenth century paintings by European and American artists. The Brodhead Cultural Center, which is located on a seven-acre site adjacent to the Beaver Campus of Penn State University, is a cooperative effort between Penn State University and the local community. The Brodhead Cultural Center’s functional facilities include an amphitheater, pavilion, exhibit areas, gazebo and museum. Built in 2006, the Lincoln Park Performing Arts Center, an arts, education and cultural asset for western Pennsylvania and the surrounding tri-state region, with more than 122,000 square feet of performance and classroom space, including a 750-seat proscenium theater and a 180-seat studio theater, is home to the Lincoln Park Performing Arts Charter School and the Henry Mancini Arts Academy. Lincoln Park is a member of the National Alliance for Musical Theatre.

**ECONOMIC INFORMATION**

**Ten Largest Employers in Beaver County**

**Company**

- Valley Medical Facilities Inc.
- Wal-Mart Associates Inc.
- Beaver County
- Energy Harbor Nuclear Corp.
- Veka Inc.
- Tenaris Bay City Inc.
- Chippewa Inc.
- Giant Eagle Inc.
- Heritage Valley Medical Group Inc.
- McGuire Memorial

Source: Center for Workforce Information and Analysis – Labor & Industry (L & I), 1<sup>st</sup> Quarter, 2024.

**PITTSBURGH METROPOLITAN STATISTICAL AREA**

(Allegheny, Armstrong, Beaver, Butler, Fayette, Washington & Westmoreland Counties)

**TOTAL CIVILIAN LABOR FORCE, EMPLOYMENT, UNEMPLOYMENT, AND UNEMPLOYMENT RATE  
BY PLACE OF RESIDENCE<sup>1</sup>**

TIME PERIOD	CIVILIAN LABOR FORCE	EMPLOY- MENT	UNEMPLOY- MENT	RATE (%)	SEASONALLY ADJUSTED			
					LABOR FORCE	EMPLOY- MENT	UNEMPLOY- MENT	RATE (%)
July 2024	1,212,800	1,164,800	48,000	4.0	1,194,900	1,154,700	40,300	3.4
June	1,200,800	1,155,800	45,000	3.7	1,193,600	1,153,900	39,700	3.3
May	1,198,300	1,160,200	38,100	3.2	1,192,900	1,153,800	39,100	3.3
July 2023	1,190,600	1,146,900	43,700	3.7	1,177,400	1,138,000	39,400	3.4

# PITTSBURGH METROPOLITAN STATISTICAL AREA

(Allegheny, Armstrong, Beaver, Butler, Fayette,  
Washington, and Westmoreland counties)

**July 2024**

**NONFARM JOBS - NOT SEASONALLY ADJUSTED**

ESTABLISHMENT DATA	Industry Employment				Net Change From:	
	Jul 2024	Jun 2024	May 2024	Jul 2023	Jun 2024	Jul 2023
<b>TOTAL NONFARM</b>	<b>1,190,300</b>	1,191,400	1,181,400	1,162,700	-1,100	27,600
<b>TOTAL PRIVATE</b>	<b>1,080,900</b>	1,078,100	1,067,300	1,054,200	2,800	26,700
<b>GOODS-PRODUCING</b>	<b>153,800</b>	152,300	150,400	153,200	1,500	600
<b>Mining and Logging</b>	<b>8,400</b>	8,300	8,400	8,100	100	300
<b>Construction</b>	<b>58,800</b>	57,900	56,400	60,000	900	-1,200
Specialty trade contractors	<b>33,600</b>	32,900	31,900	35,000	700	-1,400
<b>Manufacturing</b>	<b>86,600</b>	86,100	85,600	85,100	500	1,500
Durable Goods	<b>63,400</b>	62,900	62,500	61,800	500	1,600
Primary metal mfg.	<b>10,300</b>	10,200	10,200	10,000	100	300
Iron and steel mills and ferroalloy mfg.	<b>5,300</b>	5,300	5,300	5,100	0	200
Non-Durable Goods	<b>23,200</b>	23,200	23,100	23,300	0	-100
<b>SERVICE-PROVIDING</b>	<b>1,036,500</b>	1,039,100	1,031,000	1,009,500	-2,600	27,000
<b>PRIVATE SERVICE-PROVIDING</b>	<b>927,100</b>	925,800	916,900	901,000	1,300	26,100
<b>Trade, Transportation, and Utilities</b>	<b>205,700</b>	205,600	206,200	202,200	100	3,500
Wholesale Trade	<b>42,000</b>	41,700	41,400	41,400	300	600
Retail Trade	<b>116,400</b>	116,700	116,400	116,100	-300	300
Building material and supplies dealers	<b>8,200</b>	8,300	8,300	8,700	-100	-500
Food and beverage retailers	<b>22,300</b>	22,200	22,100	22,300	100	0
General merchandise retailers	<b>25,100</b>	25,200	25,000	24,600	-100	500
Department stores	<b>8,000</b>	8,000	8,000	8,300	0	-300
Clothing, clothing accessories, shoe, and jewelry r	<b>6,400</b>	6,400	6,400	6,500	0	-100
Transportation, Warehousing, and Utilities	<b>47,300</b>	47,200	48,400	44,700	100	2,600
Utilities	<b>5,400</b>	5,400	5,400	5,400	0	0
Truck transportation	<b>11,300</b>	11,200	11,200	11,200	100	100
<b>Information</b>	<b>21,700</b>	21,300	21,500	21,700	400	0
<b>Financial Activities</b>	<b>75,500</b>	75,200	74,100	74,100	300	1,400
Finance and insurance	<b>59,500</b>	59,300	58,500	58,400	200	1,100
Credit Intermediation and Related Activities including	<b>24,900</b>	24,800	24,500	24,700	100	200
Depository Credit Intermediation including Moneta	<b>21,500</b>	21,400	21,100	21,300	100	200
Insurance carriers and related activities	<b>26,700</b>	26,600	26,300	26,200	100	500
<b>Professional and Business Services</b>	<b>190,300</b>	189,600	187,100	190,800	700	-500
Professional and technical services	<b>89,900</b>	89,700	88,500	89,100	200	800
Architectural and engineering services	<b>17,600</b>	17,600	17,100	17,100	0	500
Scientific research and development services	<b>11,700</b>	11,600	11,500	11,600	100	100
Management of companies and enterprises	<b>43,500</b>	43,400	42,900	44,100	100	-600
Administrative and waste services	<b>56,900</b>	56,500	55,700	57,600	400	-700
Administrative and support services	<b>52,200</b>	51,600	51,000	53,200	600	-1,000
Employment services	<b>17,100</b>	17,200	17,200	17,800	-100	-700
<b>Education and Health Services</b>	<b>252,800</b>	254,100	256,200	241,000	-1,300	11,800
Educational services	<b>45,100</b>	46,900	51,200	43,800	-1,800	1,300
Colleges and universities	<b>32,800</b>	34,100	38,100	30,900	-1,300	1,900
Health care and social assistance	<b>207,700</b>	207,200	205,000	197,200	500	10,500
Ambulatory health care services	<b>76,700</b>	76,400	75,600	72,000	300	4,700
Offices of physicians	<b>31,700</b>	31,700	31,400	30,000	0	1,700
Hospitals	<b>53,700</b>	53,600	53,100	51,500	100	2,200
General medical and surgical hospitals	<b>51,400</b>	51,200	50,700	49,200	200	2,200
Nursing and residential care facilities	<b>34,400</b>	34,400	34,000	32,600	0	1,800
Social assistance	<b>42,900</b>	42,800	42,300	41,100	100	1,800
Data benchmarked to March 2023	***Data changes of 100 may be due to rounding***					

## PITTSBURGH METROPOLITAN STATISTICAL AREA

(Allegheny, Armstrong, Beaver, Butler, Fayette,  
Washington, and Westmoreland counties)

**July 2024**

**NONFARM JOBS - NOT SEASONALLY ADJUSTED**

ESTABLISHMENT DATA	Industry Employment				Net Change From:	
	Jul 2024	Jun 2024	May 2024	Jul 2023	Jun 2024	Jul 2023
<b>Leisure and Hospitality</b>	<b>130,600</b>	130,000	123,000	122,300	600	8,300
Accommodation and food services	<b>104,200</b>	103,500	101,400	96,200	700	8,000
Food services and drinking places	<b>92,900</b>	92,700	90,600	86,500	200	6,400
Full-service restaurants	<b>43,100</b>	43,400	42,100	41,300	-300	1,800
Limited-service eating places	<b>36,100</b>	36,100	35,200	35,600	0	500
<b>Other Services</b>	<b>50,500</b>	50,000	48,800	48,900	500	1,600
<b>Government</b>	<b>109,400</b>	113,300	114,100	108,500	-3,900	900
Federal Government	<b>19,800</b>	19,700	19,700	19,500	100	300
State Government	<b>12,000</b>	12,000	12,300	12,200	0	-200
Local Government	<b>77,600</b>	81,600	82,100	76,800	-4,000	800
Local government educational services	<b>41,900</b>	46,200	48,700	41,500	-4,300	400
Local government excluding educational services	<b>35,700</b>	35,400	33,400	35,300	300	400
Data benchmarked to March 2023	***Data changes of 100 may be due to rounding***					

Source: Pennsylvania Department of Labor & Industry.

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**APPENDIX C**  
**FORM OF OPINION OF BOND COUNSEL**

FORM OF OPINION OF BOND COUNSEL

*The form of the approving legal opinion of John F. Salopek, Esquire, Bond Counsel, is set forth below. The actual opinion will be delivered on the date of delivery of the Bonds and may vary from the form set forth to reflect circumstances both factual and legal at the time of such delivery. Bond Counsel has no duty, and has assumed no obligation, to revise, update or supplement his opinion to address or reflect a change or changes in such circumstances subsequent to the date of delivery of the Bonds, whether or not he has notice or obtains knowledge of the same, and whether or not this Official Statement shall be recirculated. The approving legal opinion of Bond Counsel is not a guarantee of a particular result, nor is such opinion binding on any administrative or judicial tribunal.*

§ \_\_\_\_\_  
Borough of Ambridge  
Beaver County, Pennsylvania  
General Obligation Bonds, Series of 2025

To the Purchasers of the \_\_\_\_\_, 2025  
Above-Described Bonds:

I have served as Bond Counsel to the Borough of Ambridge, Beaver County, Pennsylvania (the "Borough") and do hereby advise you in connection with the issuance, sale and delivery of its \$ \_\_\_\_\_, aggregate principal amount, General Obligation Bonds, Series of 2025 (the "Bonds"), issued in fully registered form, issuable in denominations of \$5,000 principal amount, or any integral multiple thereof within a maturity of a series, dated and bearing interest from the date of delivery and maturing on various annual dates ending \_\_\_\_\_, 20\_\_\_. The Bonds are subject to optional redemption prior to maturity on and after \_\_\_\_\_, 20\_\_.

In that capacity, I have examined the Constitution of the Commonwealth of Pennsylvania; the Borough Code, Act of February 1, 1966 (1965 P.L. 1656, No. 581), as amended (the "Borough Code"); the Local Government Unit Debt Act, 53 Pa.C.S.A. §8001 *et seq.*, as amended (the "Debt Act"); the formal action of the Borough Council authorizing the incurrence of nonelectoral debt evidenced by the Bonds (the "Debt Ordinance"); the corresponding Certificate of Approval of the Pennsylvania Department of Community and Economic Development; the Internal Revenue Code of 1986, as amended (the "Tax Code"); and such other certificates, proceedings, regulations and laws as I deemed necessary in order to render

this opinion. Unless separately noted, I have not independently verified factual certifications either contained in the Official Statement, prospectus or other similar document used in connection with the sale of the Bonds or made to me by the Borough, its officers and agents during the course of my engagement.

Both principal of and interest on the Bonds are payable at the designated corporate trust office of U.S. Bank Trust Company, National Association, as Paying Agent for the Borough; said bank has also been appointed Registrar and Sinking Fund Depository for the Bonds.

These proceedings demonstrate that, in the absence of any meritoriously based action in a governmental or judicial forum affecting the validity of the Bonds, the same have been duly and validly authorized, executed, issued and delivered by the Borough against full payment.

Based on the foregoing, I am of the opinion on this date as follows:

(1) The Bonds are valid and binding general obligations of the Borough. The Bonds are issued for a valid purpose under the Borough Code and the Debt Act. The Bonds and all other outstanding debt of the Borough are within constitutional and statutory limitations. The Debt Ordinance authorizing the Bonds was duly and properly enacted and is in full force and effect. The Bonds conform, in all substantial respects, to the form provided in the Debt Ordinance.

(2) The Bonds are secured by a pledge of the full faith, credit and taxing power of the Borough. The Borough has effectively covenanted in the Debt Ordinance to include the amount of debt service on the Bonds, in each fiscal year for which such sums are due, in its budget for that year; to appropriate such amount to the payment of such debt service; and to pay or cause to be paid, from time to time as and when due, the principal of every Bond and the interest thereon on the dates, at the place and in the manner stated in the Bonds.

(3) Presently included among the general revenues of the Borough, available for the payment of the Bonds, are ad valorem taxes which may be levied without limitations as to rate or amount, upon all taxable real property situate within the corporate limits of the Borough for the purpose of paying the principal of and interest on the Bonds when due.

(4) The Bonds are payable and enforceable according to their own terms, those of the Debt Ordinance and all provisions of the Debt Act; however, any such payment and enforcement could be restrained by a court of proper jurisdiction operating under the authority of bankruptcy, receivership and other similar laws of accommodation and adjustment of creditors' rights, as then applicable.

(5) The Bonds, having all the qualities and incidents of securities under Article 8 of the Uniform Commercial Code, are negotiable instruments.

(6) The Bonds are authorized investments, under the Probate, Estates and Fiduciaries Code, as amended, for fiduciaries and personal representatives (as such terms are therein defined) within the Commonwealth of Pennsylvania.



(7) The Bonds are exempt from registration under the provisions of the Securities Act of 1933, as amended.

(8) Under the laws, regulations, rulings and judicial decisions in effect as of the date hereof, interest on the Bonds (including for this purpose, in the case of Bonds sold at an original issue discount, the difference between the initial offering price and accrued value) is excludable from gross income for Federal income tax purposes, pursuant to the Tax Code. Furthermore, interest on the Bonds will not be treated as a specific item of tax preference, under Section 57(a)(5) of the Tax Code, in computing the alternative minimum tax for individuals. Due to the designation of the Bonds as “qualified tax-exempt obligations” pursuant to Section 265(b)(3) of the Code, certain financial institutions may be able to deduct 80% of the interest expense incurred in purchasing or carrying the Bonds. In rendering the opinions in this paragraph, I have assumed continuing compliance with certain covenants designed to meet the requirements of Section 103 of the Tax Code. I express no opinion as to any other Federal income tax consequence arising from ownership of the Bonds.

(9) The Bonds, and interest income therefrom, are free from taxation for purposes of personal, and corporate net, income taxes within the Commonwealth of Pennsylvania. No opinion is expressed as to whether this exemption extends to gift, succession or inheritance taxes or taxes on the realization of profits on the sale of the Bonds. No opinion is expressed as to whether original issue discount allocable to an owner of the Bonds is exempt from Pennsylvania personal income tax or the Pennsylvania corporate net income tax.

(10) Notwithstanding the opinions set forth in paragraphs (8) and (9), hereof, no opinion is made or can be made as to whether or not any legislation hereafter introduced and enacted, or regulation hereafter promulgated, will be applied retroactively so as to subject the interest on the Bonds to federal, state or local income taxes or as to otherwise affect the marketability or market value of the Bonds.

This opinion is rendered as of the date hereof, and I assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter be brought to my attention, or any changes in law that may hereafter arise.

Yours very truly,

JOHN F. SALOPEK, ESQUIRE

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**APPENDIX D**

**FORM OF CONTINUING DISCLOSURE CERTIFICATE**

§ \_\_\_\_\_  
**Borough of Ambridge**  
**Beaver County, Pennsylvania**  
**General Obligations Bonds, Series of 2025**

**CONTINUING DISCLOSURE CERTIFICATE**

This **CONTINUING DISCLOSURE CERTIFICATE** (the “Certificate”) is executed and delivered on the \_\_\_\_ day of \_\_\_\_\_, 2025, by the Borough of Ambridge (the “Issuer”) in connection with its issuance of \$ \_\_\_\_\_ General Obligation Bonds, Series of 2025, (the “Bonds”). The Bonds are being issued pursuant to an ordinance enacted by the Council of the Issuer on \_\_\_\_\_, 2025 (the “Authorizing Legislation”).

The Issuer certifies, covenants and agrees as follows:

**Section 1. Purpose of the Certificate.**

This Certificate is being executed and delivered by the Issuer to provide for the disclosure of certain information concerning the Bonds on an on-going basis as set forth herein for the benefit of Bondholders (as hereinafter defined) in accordance with the provisions of Securities and Exchange Commission Rule 15c2-12, as amended and in effect on the date hereof (the “Rule”), and to assist the Participating Underwriter in complying with the Rule. The Participating Underwriter may rely on this Certificate for such purpose.

**Section 2. Definitions; Scope of this Certificate.**

All terms capitalized but not otherwise defined herein shall have the meanings assigned to those terms in the Authorizing Legislation and the Bonds. Notwithstanding the foregoing, the term “Disclosure Agent” shall mean the Issuer, or any disclosure agent appointed or engaged by the Issuer from time to time to assist it in the performance of its obligations hereunder.

The following capitalized terms shall have the following meanings:

“*Annual Financial Information*” for any particular fiscal year of the Issuer shall mean a copy of the Issuer’s annual financial statements for such fiscal year prepared in accordance with generally accepted accounting principles as prescribed by GASB, from time to time, for local government units and audited in accordance with generally accepted auditing standards.

“*Beneficial Owner*” shall mean any person that has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, the Bonds (including persons holding Bonds through nominees, depositories or other intermediaries).

“*Bondholder*” shall mean any holder of the Bonds and any Beneficial Owner thereof.

“*EMMA*” shall mean the continuing disclosure service of the MSRB’s Electronic Municipal Market Access system, as established by SEC Release No. 34-58256, as amended, and approved by SEC Release No. 34-59061.

“*MSRB*” shall mean the Municipal Securities Rulemaking Board.

“*Material Event*” shall mean any of the following events with respect to the Bonds:

- (1) principal and interest payment delinquencies;
- (2) non-payment related default, if material;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers, or their failure to perform;
- (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) modifications to rights of holders of the Bonds, if material;
- (8) bond calls, if material, and tender offers;
- (9) defeasances;
- (10) release, substitution, or sale of property securing payment of the Bonds, if material;
- (11) rating changes;
- (12) bankruptcy, insolvency, receivership or similar events of the Issuer;
- (13) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (14) appointment of a successor or additional trustee or the change of name of a trustee, if material;
- (15) Incurrence of a financial obligation of the Obligated Party, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Obligated Party, any of which affect holders of the Bonds, if material; and

- (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Obligated Party, any of which reflect financial difficulties.

For the purposes of the Material Event identified in (12) above, the event is considered to occur when any of the following occur: appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer.

“*Official Statement*” shall mean the Issuer’s Official Statement dated \_\_\_\_\_, 2025 relating to the Bonds.

“*Operating Data*” for any particular fiscal year means (i) a summary of the Issuer’s budget for the current fiscal year, and (ii) an update of the information contained in Appendix A of the Official Statement– under the heading “TAX REVENUE OF THE BOROUGH”, under the subheadings “2025 Property Millage Rates”, “Real Estate Tax Collection Record”, “Trends in Market and Assessed Valuations” and “Ten Most Valuable Taxable Parcels in the Borough”.

“*Participating Underwriter*” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with the primary offering of the Bonds.

“*SEC*” shall mean the Securities and Exchange Commission.

“*State*” shall mean the Commonwealth of Pennsylvania.

### **Section 3. Disclosure of Information.**

(A) Information Provided to the Public. Except to the extent this Certificate is modified or otherwise altered in accordance with Section 4 hereof, the Issuer shall make public, or shall cause the Disclosure Agent to make public, the information set forth in subsections (1), (2) and (3) below at or by the times set forth therein:

- (1) Annual Financial Information and Operating Data. Not later than 275 days following the end of each fiscal year of the Issuer (the “disclosure date” for such fiscal year), beginning with the fiscal year ending

in 2025, the Annual Financial Information and Operating Data for such fiscal year. If the Disclosure Agent is an entity or person other than the Issuer, then the Issuer shall provide such Annual Financial Information and Operating Data to the Disclosure Agent not later than fifteen (15) Business Days prior to the applicable disclosure date. The Annual Financial Information and Operating Data may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information; provided that the audited financial statements of the Issuer may be submitted separately from the balance of the Annual Financial Information and Operating Data.

(2) Material Events Notices. In a timely manner not in excess of ten (10) business days after the occurrence of the event, notice of every occurrence of a Material Event.

(3) Failure to Provide Annual Financial Information or Operating Data. In a timely manner, notice of every failure of the Issuer to make Annual Financial Information or Operating Data public in the manner and by the date required hereby.

(B) Means of Making Information Public. Information shall be deemed to be made public by the Issuer or the Disclosure Agent under this Certificate if it is transmitted to the MSRB, in such manner (currently by a single transmission of the required information to EMMA, on the following website: <http://emma.msrb.org>) and accompanied by such identifying information as may be prescribed thereby, or by such other method authorized under the Rule or by the SEC for such purposes. To the extent any Annual Financial Information or Operating Data is included in a document filed with the MSRB, or in a final official statement (as that term is defined in Rule 15(c)2-12(f)(3)), the Issuer shall have been deemed to have provided that information if a statement specifically referencing the filed document or final official statement is filed with the MSRB as part of the Issuer's obligation to file Annual Financial Information and Operating Data pursuant to this Certificate. Additionally, if the referenced document is a final official statement (as that term is defined in Rule 15c2-12 (f)(3)), it must be available from the MSRB.

#### **Section 4. Amendment or Modification.**

Notwithstanding any other provision of this Certificate, the Issuer may amend this Certificate and any provision of this Certificate may be waived, if such amendment or waiver is supported by an opinion of nationally recognized bond counsel expert in federal securities laws to the effect that such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof but taking into account any subsequent change in or official interpretation of the Rule as well as any change in circumstance.

## **Section 5. Miscellaneous.**

(A) Termination. The Issuer's obligations under this Certificate shall terminate when all of the Bonds are or are deemed to be no longer outstanding by reason of redemption or legal defeasance or at maturity and the Issuer is no longer an obligated person with respect to the Bonds within the meaning of the Rule.

(B) Additional Information. Nothing in this Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Certificate or any other means of communication, or including any other information in any Annual Financial Statement or notice of occurrence of a Material Event, in addition to that which is required by this Certificate. If the Issuer chooses to include any information in any Annual Financial Statement or notice of occurrence of a Material Event in addition to that which is specifically required by this Certificate, the Issuer shall have no obligation under this Certificate to update such information or include it in any future Annual Financial Statement or notice of occurrence of a Material Event.

(C) Defaults; Remedies. In the event of a failure of the Issuer or the Disclosure Agent to comply with any provision of this Certificate any Bondholder may take such action as may be necessary and appropriate, including seeking an action in mandamus or specific performance to cause the Issuer to comply with its obligations under this Certificate or cause the Disclosure Agent to do so. A default under this Certificate shall not constitute a default on the Bonds and the sole remedy available in any proceeding to enforce this Certificate shall be an action to compel specific performance.

(D) Beneficiaries. This Certificate shall inure solely to the benefit of the Issuer, the Participating Underwriter and the Bondholders, and shall create no rights in any other person or entity.

## **Section 6. Additional Disclosure Obligations.**

The Issuer acknowledges and understands that other state and federal law and regulation, including but not limited to the Securities Act of 1933, the Securities Exchange Act of 1934 and SEC Rule 10b-5, may apply to the Issuer, and that under some circumstances compliance with this Certificate, without additional disclosures or other action, may not fully discharge all duties and obligations of the Issuer under such law and regulation.



**Section 7. Notices.**

Any notices or communications to or with the Issuer may be given as follows:

Borough of Ambridge  
Attention: Manager  
600 11<sup>th</sup> Street  
Ambridge, PA 15003.

IN WITNESS WHEREOF, the Issuer has caused its duly authorized officer to execute this Certificate as of the day and year first above written.

BOROUGH OF AMBRIDGE

By: \_\_\_\_\_  
President

**APPENDIX E**

**FINANCIAL STATEMENTS**

# **BOROUGH OF AMBRIDGE**

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FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2023

**BOROUGH OF AMBRIDGE**  
BEAVER COUNTY, PENNSYLVANIA

FINANCIAL STATEMENTS

WITH REPORT BY

CERTIFIED PUBLIC ACCOUNTANT

**FOR THE YEAR ENDED DECEMBER 31, 2023**

**BOROUGH OF AMBRIDGE**  
**BEAVER COUNTY, PENNSYLVANIA**  
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# **Mark C. Turnley**

*Certified Public Accountant*

1000 3<sup>rd</sup> Avenue  
New Brighton, Pennsylvania 15066  
(724) 384-1081  
FAX (724) 384-8908

**To the Members of Borough Council  
Borough of Ambridge, Pennsylvania**

## **Independent Auditor's Report**

### **Opinions**

I have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Borough of Ambridge, Beaver County, Pennsylvania as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Borough of Ambridge's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Ambridge as of December 31, 2023 and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

### **Basis for Opinions**

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the Borough of Ambridge, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

### **Emphasis of Matter - Basis of Accounting**

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. My opinions are not modified with respect to that matter.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Borough of Ambridge's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

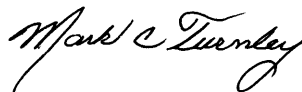
In performing an audit in accordance with generally accepted auditing standards, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough of Ambridge's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough of Ambridge's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

## Supplementary Information

My audit was conducted for the purpose of forming opinions on the modified cash basis financial statements that collectively comprise Borough of Ambridge's basic financial statements. The supplementary information (Schedules 1 through 4) is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



Mark C. Turnley, CPA

January 31, 2025  
New Brighton, Pennsylvania

**BOROUGH OF AMBRIDGE**  
**STATEMENT OF NET POSITION (MODIFIED CASH BASIS)**  
**DECEMBER 31, 2023**

**EXHIBIT A**

|                                           | <b>Governmental<br/>Activities</b> |
|-------------------------------------------|------------------------------------|
| <b><u>ASSETS</u></b>                      |                                    |
| Cash and Cash Equivalents                 | \$ 1,542,575                       |
| <b>TOTAL ASSETS</b>                       | <b><u>\$ 1,542,575</u></b>         |
| <br>                                      |                                    |
| <b>LIABILITIES AND NET POSITION</b>       |                                    |
| <b><u>LIABILITIES</u></b>                 |                                    |
| Fire Escrow Deposits Payable              | \$ 94,089                          |
| Accounts Payable                          | 78,564                             |
| Payroll Withholdings                      | 16,188                             |
| <b>TOTAL LIABILITIES</b>                  | <b><u>\$ 188,841</u></b>           |
| <br>                                      |                                    |
| <b><u>NET POSITION</u></b>                |                                    |
| Restricted                                | \$ 624,216                         |
| Unrestricted                              | 729,518                            |
| <b>TOTAL NET POSITION</b>                 | <b><u>\$ 1,353,734</u></b>         |
| <b>TOTAL LIABILITIES AND NET POSITION</b> | <b><u>\$ 1,542,575</u></b>         |

The accompanying notes are an integral part of these financial statements



**BOROUGH OF AMBRIDGE**  
**STATEMENT OF ACTIVITIES (MODIFIED CASH BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

| Functions/Programs                   | Expenses             | Program Revenues        |                                          |                                        | Net (Expense) Revenue<br>and Changes in<br>Net Position |
|--------------------------------------|----------------------|-------------------------|------------------------------------------|----------------------------------------|---------------------------------------------------------|
|                                      |                      | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Total<br>Governmental<br>Activities                     |
| <b>Governmental Activities</b>       |                      |                         |                                          |                                        |                                                         |
| General Government                   | \$ 3,990,372         | \$ 116,432              | \$ 832,744                               | \$ -                                   | \$ (3,041,196)                                          |
| Public Safety - Police               | 3,060,356            | 367,582                 | 237,087                                  | -                                      | (2,455,687)                                             |
| Public Safety - Fire                 | 739,489              | 8,318                   | 45,106                                   | -                                      | (686,065)                                               |
| Protective Inspection                | -                    | 190,331                 | -                                        | -                                      | 190,331                                                 |
| Planning and Zoning                  | 1,679                | 6,372                   | -                                        | -                                      | 4,693                                                   |
| Public Works - Sanitation            | 770,588              | 785,890                 | -                                        | -                                      | 15,302                                                  |
| Public Works - General Services      | 632,037              | 45,235                  | 220,079                                  | -                                      | (366,723)                                               |
| Public Works - Parking               | -                    | 2,201                   | -                                        | -                                      | 2,201                                                   |
| Culture and Recreation               | 279,867              | 2,225                   | 10,690                                   | -                                      | (266,952)                                               |
| Debt Service                         | 386,943              | -                       | -                                        | -                                      | (386,943)                                               |
| Miscellaneous                        | 333,517              | -                       | -                                        | -                                      | (333,517)                                               |
| <b>Total Governmental Activities</b> | <b>\$ 10,194,848</b> | <b>\$ 1,524,586</b>     | <b>\$ 1,345,706</b>                      | <b>\$ -</b>                            | <b>\$ (7,324,556)</b>                                   |
| <b>Total Primary Government</b>      | <b>\$ 10,194,848</b> | <b>\$ 1,524,586</b>     | <b>\$ 1,345,706</b>                      | <b>\$ -</b>                            | <b>\$ (7,324,556)</b>                                   |
| <b>General Receipts:</b>             |                      |                         |                                          |                                        |                                                         |
| Taxes:                               |                      |                         |                                          |                                        |                                                         |
|                                      |                      |                         |                                          |                                        | \$ 1,967,799                                            |
|                                      |                      |                         |                                          |                                        | 1,139,481                                               |
|                                      |                      |                         |                                          |                                        | 2,850                                                   |
|                                      |                      |                         |                                          |                                        | 79,517                                                  |
|                                      |                      |                         |                                          |                                        | 49,718                                                  |
|                                      |                      |                         |                                          |                                        | 17,435                                                  |
|                                      |                      |                         |                                          |                                        | 94,072                                                  |
|                                      |                      |                         |                                          |                                        | <b>\$ 3,350,872</b>                                     |
|                                      |                      |                         |                                          |                                        | <b>\$ (3,973,684)</b>                                   |
|                                      |                      |                         |                                          |                                        | 5,327,418                                               |
|                                      |                      |                         |                                          |                                        | <b>\$ 1,353,734</b>                                     |

The accompanying notes are an integral part of these financial statements

**BOROUGH OF AMBRIDGE**  
**BALANCE SHEET (MODIFIED CASH BASIS)**  
**GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2023**

**EXHIBIT C**

|                                            | <b>GENERAL<br/>FUND</b> | <b>CAPITAL<br/>PROJECT BOND<br/>FUND</b> | <b>NON-MAJOR<br/>GOVERNMENTAL<br/>FUNDS</b> | <b>TOTAL<br/>GOVERNMENTAL<br/>FUNDS</b> |
|--------------------------------------------|-------------------------|------------------------------------------|---------------------------------------------|-----------------------------------------|
| <b><u>ASSETS</u></b>                       |                         |                                          |                                             |                                         |
| Cash and Cash Equivalents                  | \$ 679,710              | \$ 694,985                               | \$ 167,880                                  | \$ 1,542,575                            |
| Due From Other Funds                       | 11,491                  | -                                        | -                                           | 11,491                                  |
| <b>TOTAL ASSETS</b>                        | <b>\$ 691,201</b>       | <b>\$ 694,985</b>                        | <b>\$ 167,880</b>                           | <b>\$ 1,554,066</b>                     |
| <br><b>LIABILITIES AND FUND BALANCES</b>   |                         |                                          |                                             |                                         |
| <b><u>LIABILITIES</u></b>                  |                         |                                          |                                             |                                         |
| Due to Other Funds                         | \$ -                    | \$ -                                     | \$ 11,491                                   | \$ 11,491                               |
| Accounts Payable                           | -                       | 78,564                                   | -                                           | 78,564                                  |
| Payroll Withholdings                       | 16,188                  | -                                        | -                                           | 16,188                                  |
| Escrow Deposit Payable                     | 94,089                  | -                                        | -                                           | 94,089                                  |
| <b>TOTAL LIABILITIES</b>                   | <b>\$ 110,277</b>       | <b>\$ 78,564</b>                         | <b>\$ 11,491</b>                            | <b>\$ 200,332</b>                       |
| <br><b><u>FUND BALANCES</u></b>            |                         |                                          |                                             |                                         |
| Restricted                                 | \$ -                    | \$ 616,421                               | \$ 7,795                                    | \$ 624,216                              |
| Assigned                                   | -                       | -                                        | 148,594                                     | 148,594                                 |
| Unassigned                                 | 580,924                 | -                                        | -                                           | 580,924                                 |
| <b>TOTAL FUND BALANCES</b>                 | <b>\$ 580,924</b>       | <b>\$ 616,421</b>                        | <b>\$ 156,389</b>                           | <b>\$ 1,353,734</b>                     |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <b>\$ 691,201</b>       | <b>\$ 694,985</b>                        | <b>\$ 167,880</b>                           | <b>\$ 1,554,066</b>                     |

The accompanying notes are an integral part of these financial statements

**BOROUGH OF AMBRIDGE**  
**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES (MODIFIED CASH BASIS)**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                                                | GENERAL<br>FUND     | CAPITAL<br>PROJECT BOND<br>FUND | NON-MAJOR<br>GOVERNMENTAL<br>FUNDS | TOTAL<br>GOVERNMENTAL<br>FUNDS |
|----------------------------------------------------------------|---------------------|---------------------------------|------------------------------------|--------------------------------|
| <b>RECEIPTS</b>                                                |                     |                                 |                                    |                                |
| Taxes                                                          | \$ 3,107,279        | \$ -                            | \$ -                               | \$ 3,107,279                   |
| Licenses and Permits                                           | 157,457             | -                               | -                                  | 157,457                        |
| Fines and Forfeitures                                          | 57,795              | -                               | -                                  | 57,795                         |
| Interest and Rents                                             | 9,021               | 39,618                          | 1,079                              | 49,718                         |
| Intergovernmental                                              | 988,566             | -                               | 196,128                            | 1,184,694                      |
| Charges for Services                                           | 1,137,194           | -                               | -                                  | 1,137,194                      |
| Miscellaneous                                                  | 75,792              | -                               | 415,920                            | 491,712                        |
| <b>Total Receipts</b>                                          | <b>\$ 5,533,104</b> | <b>\$ 39,618</b>                | <b>\$ 613,127</b>                  | <b>\$ 6,185,849</b>            |
| <b>DISBURSEMENTS</b>                                           |                     |                                 |                                    |                                |
| General Government                                             | \$ 607,259          | \$ 3,383,113                    | \$ -                               | \$ 3,990,372                   |
| Public Safety - Police                                         | 2,303,610           | -                               | 756,746                            | 3,060,356                      |
| Public Safety - Fire                                           | 713,857             | -                               | 25,632                             | 739,489                        |
| Planning and Zoning                                            | 1,679               | -                               | -                                  | 1,679                          |
| Public Works - Sanitation                                      | 770,588             | -                               | -                                  | 770,588                        |
| Public Works - General Services                                | 632,037             | -                               | -                                  | 632,037                        |
| Culture and Recreation                                         | 256,293             | -                               | 23,574                             | 279,867                        |
| Debt Service                                                   | 386,943             | -                               | -                                  | 386,943                        |
| Miscellaneous                                                  | 333,517             | -                               | -                                  | 333,517                        |
| <b>Total Disbursements</b>                                     | <b>\$ 6,005,783</b> | <b>\$ 3,383,113</b>             | <b>\$ 805,952</b>                  | <b>\$ 10,194,848</b>           |
| <b>Excess ( Deficiency) of Receipts<br/>over Disbursements</b> | <b>\$ (472,679)</b> | <b>\$ (3,343,495)</b>           | <b>\$ (192,825)</b>                | <b>\$ (4,008,999)</b>          |
| <b>OTHER FINANCING SOURCES (USES)</b>                          |                     |                                 |                                    |                                |
| Dist MEIT Rate Mitigation                                      | \$ 6,445            | \$ -                            | \$ -                               | \$ 6,445                       |
| Uncategorized Income                                           | 8,221               | -                               | -                                  | 8,221                          |
| Operating Transfers In                                         | 1,002,628           | 345,145                         | 57,372                             | 1,405,145                      |
| Operating Transfers (Out)                                      | (328,452)           | (800,000)                       | (276,693)                          | (1,405,145)                    |
| Refund of Prior Year Expenses                                  | 20,649              | -                               | -                                  | 20,649                         |
| <b>Total Other Financing Sources (Uses)</b>                    | <b>\$ 709,491</b>   | <b>\$ (454,855)</b>             | <b>\$ (219,321)</b>                | <b>\$ 35,315</b>               |
| <b>NET CHANGE IN FUND BALANCES</b>                             | <b>\$ 236,812</b>   | <b>\$ (3,798,350)</b>           | <b>\$ (412,146)</b>                | <b>\$ (3,973,684)</b>          |
| FUND BALANCE - JANUARY 1, 2023                                 | 344,112             | 4,414,771                       | 568,535                            | 5,327,418                      |
| <b>FUND BALANCE - DECEMBER 31, 2023</b>                        | <b>\$ 580,924</b>   | <b>\$ 616,421</b>               | <b>\$ 156,389</b>                  | <b>\$ 1,353,734</b>            |

The accompanying notes are an integral part of these financial statements

**BOROUGH OF AMBRIDGE**  
**STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES, BUDGET AND ACTUAL**  
**(MODIFIED CASH BASIS)**  
**GOVERNMENTAL FUNDS - GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                                                | Budgeted Amounts    |                     | Actual<br>(Budgetary Basis) | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------------------------------------|---------------------|---------------------|-----------------------------|---------------------------------------------------------|
|                                                                | Original            | Final               |                             |                                                         |
| <b>RECEIPTS</b>                                                |                     |                     |                             |                                                         |
| Taxes                                                          | \$ 3,300,000        | \$ 3,300,000        | \$ 3,107,279                | \$ (192,721)                                            |
| Licenses and Permits                                           | 169,500             | 169,500             | 157,457                     | (12,043)                                                |
| Fines and Forfeitures                                          | 58,000              | 58,000              | 57,795                      | (205)                                                   |
| Interest and Rents                                             | 415                 | 415                 | 9,021                       | 8,606                                                   |
| Intergovernmental                                              | 671,100             | 671,100             | 988,566                     | 317,466                                                 |
| Charges for Services                                           | 1,110,135           | 1,110,135           | 1,137,194                   | 27,059                                                  |
| Miscellaneous                                                  | 20,000              | 20,000              | 75,792                      | 55,792                                                  |
| <b>Total Receipts</b>                                          | <b>\$ 5,329,150</b> | <b>\$ 5,329,150</b> | <b>\$ 5,533,104</b>         | <b>\$ 203,954</b>                                       |
| <b>DISBURSEMENTS</b>                                           |                     |                     |                             |                                                         |
| General Government                                             | \$ 571,725          | \$ 571,725          | \$ 607,259                  | \$ (35,534)                                             |
| Public Safety - Police                                         | 2,170,764           | 2,170,764           | 2,303,610                   | (132,846)                                               |
| Public Safety - Fire                                           | 707,406             | 707,406             | 713,857                     | (6,451)                                                 |
| Planning and Zoning                                            | 1,800               | 1,800               | 1,679                       | 121                                                     |
| Public Works - Sanitation                                      | 616,000             | 616,000             | 770,588                     | (154,588)                                               |
| Public Works - General Services                                | 696,610             | 696,610             | 632,037                     | 64,573                                                  |
| Culture and Recreation                                         | 52,500              | 52,500              | 256,293                     | (203,793)                                               |
| Debt Service                                                   | 439,257             | 439,257             | 386,943                     | 52,314                                                  |
| Miscellaneous                                                  | 265,000             | 265,000             | 333,517                     | (68,517)                                                |
| <b>Total Disbursements</b>                                     | <b>\$ 5,521,062</b> | <b>\$ 5,521,062</b> | <b>\$ 6,005,783</b>         | <b>\$ (484,721)</b>                                     |
| <b>Excess ( Deficiency) of Receipts<br/>over Disbursements</b> | <b>\$ (191,912)</b> | <b>\$ (191,912)</b> | <b>\$ (472,679)</b>         | <b>\$ (280,767)</b>                                     |
| <b>OTHER FINANCING SOURCES (USES)</b>                          |                     |                     |                             |                                                         |
| Dist MEIT Rate Mitigation                                      | \$ -                | \$ -                | \$ 6,445                    | \$ 6,445                                                |
| Uncategorized Income                                           | -                   | -                   | 8,221                       | 8,221                                                   |
| Operating Transfers In                                         | 192,155             | 192,155             | 1,002,628                   | 810,473                                                 |
| Operating Transfers (Out)                                      | -                   | -                   | (328,452)                   | (328,452)                                               |
| Refund of Prior Year Expenditures                              | -                   | -                   | 20,649                      | 20,649                                                  |
| <b>Total Other Financing Sources (Uses)</b>                    | <b>\$ 192,155</b>   | <b>\$ 192,155</b>   | <b>\$ 709,491</b>           | <b>\$ 517,336</b>                                       |
| <b>NET CHANGE IN FUND BALANCES</b>                             | <b>\$ 243</b>       | <b>\$ 243</b>       | <b>\$ 236,812</b>           | <b>\$ 236,569</b>                                       |
| FUND BALANCE - JANUARY 1, 2023                                 | 12,000              | 12,000              | 344,112                     | 332,112                                                 |
| <b>FUND BALANCE - DECEMBER 31, 2023</b>                        | <b>\$ 12,243</b>    | <b>\$ 12,243</b>    | <b>\$ 580,924</b>           | <b>\$ 568,681</b>                                       |

The accompanying notes are an integral part of these financial statements

**BOROUGH OF AMBRIDGE**  
**STATEMENT OF FIDUCIARY NET POSITION (MODIFIED CASH BASIS)**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 2023**

|                                    | <b><u>POLICE<br/>PENSION<br/>FUND</u></b> | <b><u>GENERAL<br/>SERVICES<br/>PENSION FUND</u></b> | <b><u>FIREMEN<br/>PENSION<br/>FUND</u></b> | <b><u>TOTAL</u></b>         |
|------------------------------------|-------------------------------------------|-----------------------------------------------------|--------------------------------------------|-----------------------------|
| <b><u>ASSETS</u></b>               |                                           |                                                     |                                            |                             |
| Investments, at Fair Value:        |                                           |                                                     |                                            |                             |
| Pooled Funds and Mutual Funds      | \$ 392,528                                | \$ 109,565                                          | \$ 38,187                                  | \$ 540,280                  |
| Fixed Income/Preferred Securities  | 2,439,493                                 | 301,586                                             | 889,197                                    | 3,630,276                   |
| Equity Securities                  | 4,550,157                                 | 631,215                                             | 1,675,968                                  | 6,857,340                   |
| Accrued Interest                   | 19,249                                    | 2,526                                               | 6,174                                      | 27,949                      |
| <b>TOTAL ASSETS</b>                | <b><u>\$ 7,401,427</u></b>                | <b><u>\$ 1,044,892</u></b>                          | <b><u>\$ 2,609,526</u></b>                 | <b><u>\$ 11,055,845</u></b> |
| <b><u>NET POSITION</u></b>         |                                           |                                                     |                                            |                             |
| Held in Trust for Pension Benefits | \$ 7,401,427                              | \$ 1,044,892                                        | \$ 2,609,526                               | \$ 11,055,845               |
| <b>TOTAL NET POSITION</b>          | <b><u>\$ 7,401,427</u></b>                | <b><u>\$ 1,044,892</u></b>                          | <b><u>\$ 2,609,526</u></b>                 | <b><u>\$ 11,055,845</u></b> |

The accompanying notes are an integral part of these financial statements

**BOROUGH OF AMBRIDGE**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (MODIFIED CASH BASIS)**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                                      | <b><u>POLICE<br/>PENSION<br/>FUND</u></b> | <b><u>GENERAL<br/>SERVICES<br/>PENSION<br/>FUND</u></b> | <b><u>FIREMEN<br/>PENSION<br/>FUND</u></b> | <b><u>TOTAL</u></b>         |
|------------------------------------------------------|-------------------------------------------|---------------------------------------------------------|--------------------------------------------|-----------------------------|
| <b><u>ADDITIONS</u></b>                              |                                           |                                                         |                                            |                             |
| Contributions                                        |                                           |                                                         |                                            |                             |
| Employer                                             | \$ 298,963                                | \$ 91,268                                               | \$ 7,968                                   | \$ 398,199                  |
| Plan Members                                         | 56,626                                    | 6,168                                                   | 4,235                                      | 67,029                      |
| <b>Total Contributions</b>                           | <b><u>\$ 355,589</u></b>                  | <b><u>\$ 97,436</u></b>                                 | <b><u>\$ 12,203</u></b>                    | <b><u>\$ 465,228</u></b>    |
| Investment Earnings                                  |                                           |                                                         |                                            |                             |
| Net Increase (Decrease) in Fair Value of Investments | \$ 976,665                                | \$ 132,994                                              | \$ 372,007                                 | \$ 1,481,666                |
| Interest and Dividends                               | 130,757                                   | 19,112                                                  | 46,462                                     | 196,331                     |
| Net Transfers                                        | 5,870                                     | (2,364)                                                 | (3,506)                                    | -                           |
| <b>Total Investment Earnings</b>                     | <b><u>\$ 1,113,292</u></b>                | <b><u>\$ 149,742</u></b>                                | <b><u>\$ 414,963</u></b>                   | <b><u>\$ 1,677,997</u></b>  |
| <b>Total Additions</b>                               | <b><u>\$ 1,468,881</u></b>                | <b><u>\$ 247,178</u></b>                                | <b><u>\$ 427,166</u></b>                   | <b><u>\$ 2,143,225</u></b>  |
| <b><u>DEDUCTIONS</u></b>                             |                                           |                                                         |                                            |                             |
| Benefits                                             | \$ 196,928                                | \$ 16,968                                               | \$ 146,776                                 | \$ 360,672                  |
| Administrative Expenses                              | 36,064                                    | 7,200                                                   | 14,733                                     | 57,997                      |
| <b>Total Deductions</b>                              | <b><u>\$ 232,992</u></b>                  | <b><u>\$ 24,168</u></b>                                 | <b><u>\$ 161,509</u></b>                   | <b><u>\$ 418,669</u></b>    |
| <b>CHANGE IN NET POSITION</b>                        | <b><u>\$ 1,235,889</u></b>                | <b><u>\$ 223,010</u></b>                                | <b><u>\$ 265,657</u></b>                   | <b><u>\$ 1,724,556</u></b>  |
| <b>NET POSITION - JANUARY 1, 2023</b>                | <b><u>6,165,538</u></b>                   | <b><u>821,882</u></b>                                   | <b><u>2,343,869</u></b>                    | <b><u>9,331,289</u></b>     |
| <b>NET POSITION - DECEMBER 31, 2023</b>              | <b><u>\$ 7,401,427</u></b>                | <b><u>\$ 1,044,892</u></b>                              | <b><u>\$ 2,609,526</u></b>                 | <b><u>\$ 11,055,845</u></b> |

The accompanying notes are an integral part of these financial statements

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**REPORTING ENTITY**

The Borough of Ambridge was incorporated under the provision governing the creation of municipal corporations by the Commonwealth of Pennsylvania. The administration of the Borough consists of a seven-member Borough Council, Mayor, and a Borough Manager. Members of the Borough Council and Mayor are elected by the voting public. The members of Council appoint a Borough Manager to administer the day-to-day operations of the Borough. The major functions of the Borough include public safety, maintenance of Borough infrastructure (roads), maintenance of parks and other recreational facilities for use by borough residents, and general administrative functions to facilitate responsibilities and resident needs.

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure the financial statements are not misleading. The primary government of The Borough of Ambridge consists of all funds, departments, boards and agencies that are not legally separate from the Borough. As defined by generally accepted accounting standards, component units are legally separate entities that are included in the Borough's reporting entity because of the significance of their operating or financial relationships with the Borough. Based on the application of these criteria, The Borough of Ambridge has no component units.

**FINANCIAL STATEMENT PRESENTATION**

**GOVERNMENT-WIDE FINANCIAL STATEMENTS** – The statement of net position – modified cash basis (Exhibit A) and the statement of activities – modified cash basis (Exhibit B) report information about the Borough as a whole. These financial statements combine all of the financial activity of the primary government excluding the fiduciary funds. As a general rule, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services.

The government-wide statement of activities – modified cash basis presents a comparison between direct expenses and program revenues for each function of the Borough's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, and grants, subsidies and contributions that are restricted to meeting the operational or capital requirements of a particular program.

**FUND FINANCIAL STATEMENTS** – Fund financial statements report detailed information about the Borough. The focus of governmental fund financial statements is on major funds. Major funds represent the Borough's most important funds with the General Fund always considered a major fund. Each other major governmental fund is presented in a separate column and non-major governmental funds are segregated and combined in a single column. Fiduciary funds are reported separately.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**BASIS OF ACCOUNTING AND MEASUREMENT FOCUS**

The basis of accounting determines when transactions are recorded in the financial records and reported in the financial statements. The financial statements of the Borough of Ambridge are presented on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) established by the Governmental Accounting Standards Board (GASB). Under the modified cash method, revenue is recognized at the time cash is received rather than when earned, and expenses are recognized when paid rather than when obligations are incurred. Additionally, the basis of accounting has been modified from the cash basis of accounting to present liabilities related to payroll, interfund advances as well as unrealized gains and losses on investments. These modified cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the modified cash basis of accounting.

**FUND ACCOUNTING**

Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain Borough functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Funds are classified into two categories: governmental and fiduciary. Fund categories are defined as follows:

**Governmental Funds** – Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Borough's major and non-major governmental funds:

**MAJOR GOVERNMENTAL FUNDS:**

**GENERAL FUND** - Established under 'The Borough Code' of the Commonwealth of Pennsylvania and is used for the general operations of the Borough. Income in this fund is derived mainly from assessed revenue such as real estate and per capita taxes, local taxes established under Act 511, sanitation revenue and other miscellaneous revenues not designated for other restricted fund purposes. These revenues are used for general ongoing government services such as public safety, public works, general administration of the Borough and other miscellaneous operating expenses.

**CAPITAL PROJECT BOND FUND** (CAPITAL PROJECT) - Established to account for proceeds from General Obligation Bonds, Series A and B of 2021 to be used for capital improvements within the Borough.

**NON-MAJOR GOVERNMENTAL FUNDS:**

**LIQUID FUELS FUND** (SPECIAL REVENUE) - Established and restricted under Act 655 of the Commonwealth of Pennsylvania. Funding is received from the Commonwealth and is restricted in use for the maintenance, repair and construction of roads, streets and bridges for which the Borough is responsible.



**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**FUND ACCOUNTING (Continued)**

**NON-MAJOR GOVERNMENTAL FUNDS: (Continued)**

**POLICE DRUG INVESTIGATION FUND** (SPECIAL REVENUE) - Established to account for monies received from the County of Beaver for forfeited drug funds to be used for training and other allowable expenses.

**FIRE APPARATUS FUND** (SPECIAL REVENUE) - Established to account for monies received to be used for the purchase of fire equipment.

**BICENTENNIAL FUND** (SPECIAL REVENUE) - Established to account for monies received to be used for the borough's bicentennial celebration.

**RECREATION FUND** (SPECIAL PROJECT) – Established in 1998 from a \$160,000 transfer from the Capital Fund to provide funds for the improvement of the Borough's parks and playgrounds.

**AMERICAN RESCUE PLAN ACT FUND** (SPECIAL REVENUE) – Established in 2021 to account for funds received through the American Rescue Plan Act. The funds are restricted for use based on the provisions of the Act.

**POLICE GRANT FUND** (SPECIAL REVENUE) – Established in 2023 to account for police grants received by the Borough.

**HENNING STREET PARK FUND** (SPECIAL REVENUE) – Established in 2023 to account for grant funds received for the Henning Street Park project.

**FIRE GRANT FUND** (SPECIAL REVENUE) – Established in 2023 to account for fire grants received by the Borough.

**Fiduciary Funds** – Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are used to account for assets held by the Borough under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the Borough's own programs. Custodial funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private-purpose trust funds. The Borough has three pension trust funds (police pension, firemen pension, and general services employee pension).

**BUDGETS**

In December of 2022 the Borough of Ambridge adopted its 2023 annual budget for the General Fund totaling \$5,712,217, in accordance with the provisions of the Borough Code. The budget is prepared utilizing the modified cash basis of accounting. The original and final budgetary amounts are reflected in these financial statements (Exhibit E). Actual expenditures of the General Fund exceeded budgeted expenditures for 2023. All annual appropriations of the general fund lapse at year-end.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**BUDGETS (Continued)**

The Borough uses the following procedures in establishing this budgetary data:

- a. In accordance with the Borough Code, beginning at least 30 days prior to the adoption of the budget, which shall not be later than December 31, a proposed budget for the ensuing year shall be prepared. The proposed budget shall be kept on file with the Borough and made available for public inspection for a period of ten days. Notice that the proposed budget is available for inspection is published in a newspaper of general circulation. After expiration of the ten days, Council makes such revisions in the budget as deemed advisable and shall adopt the budget by motion.
- b. Transfers of budget amounts are authorized between departments within any fund. However, any revisions that alter the total appropriations of any fund must be approved by the Council.

**CASH AND CASH EQUIVALENTS**

Cash and cash equivalents include amounts in demand deposit accounts and all highly liquid short-term investments with original maturity terms of less than three months.

**INVESTMENTS**

Provisions of Section 1705 of the Commonwealth's Borough Code authorize the following investments:

- I. Obligations of (a) the United States of America or any of its agencies or instrumentalities backed by the full faith and credit of the United States of America, (b) the Commonwealth of Pennsylvania or any of its agencies or instrumentalities backed by the full faith and credit of the Commonwealth of Pennsylvania, or (c) of any political subdivision of the Commonwealth of Pennsylvania or any of its agencies or instrumentalities backed by the full faith and credit of the political subdivision.
- II. Deposits in savings accounts, time deposits and share accounts of institutions insured by the Federal Deposit Insurance Corporation (FDIC) to the extent that such accounts are so insured and, for any amounts above the insured maximum, provided that approved collateral, as provided by law, is pledged by the depository.
- III. U.S. government obligations, short-term commercial paper issued by a public corporation, and banker's acceptances.

The Borough of Ambridge investment portfolio is in compliance with these provisions at December 31, 2023. Fiduciary fund investments include monies invested with the Bank of New York Mellon for the Borough's pension funds. Fiduciary fund investments are stated at fair value.

**SHORT-TERM INTERFUND RECEIVABLES/PAYABLES**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as 'due from/to other funds' on the governmental funds balance sheet. For the purposes of the government-wide statement of net position, governmental inter-fund receivables and payables have been eliminated.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**CAPITAL ASSETS**

Capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund.

**LONG TERM DEBT**

Long term debt arising from cash transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures.

**LONG-TERM DEBT FINANCING COSTS**

Bond and note issuance costs are recorded as expenditures in the year paid. During the 2023 calendar year, the Borough did not incur bond or note issuance costs.

**NET POSITION**

Net position is classified into three categories according to external donor or legal restrictions or availability of assets to satisfy Borough obligations. Net position is classified as follows:

- Net Investment in Capital Assets – This component of net position consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of debt that is attributable to the acquisition, construction and improvement of the capital assets, plus deferred outflows of resources less deferred inflows of resources related to those assets.
- Restricted Net Position – This component of net position consists of restricted assets reduced by liabilities and deferred inflows related to those assets. Restricted net position of \$624,216 consists of **1)** \$4,302 - Act 655 funding from the Commonwealth of Pennsylvania restricted in use for the maintenance, repair and construction of roads, streets and bridges in the Borough, **2)** \$616,421 - Capital Project Bond Fund balances from the 2021 bond issuance, and **3)** \$3,493 - American Rescue Plan Act Funds restricted for use based on the provisions of the Act (Refer to Exhibit C and Schedule 3).
- Unrestricted – Consists of net position that does not meet the definition of ‘restricted’ or ‘net investment in capital assets’.

When an expenditure can be paid using either restricted or unrestricted resources (net position), the Borough’s policy is to first apply the expense toward restricted resources and then toward unrestricted resources.

**FUND EQUITY**

In the Balance Sheet – Governmental Funds (Exhibit C), fund balances are reported in specific categories to make the nature and extent of the constraints placed on any entity’s fund balance more transparent in accordance with GASB No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**FUND EQUITY (Continued)**

- Non-spendable fund balance – amounts that are not in spendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and high levels of government), through constitutional provisions, or by enabling legislation. Restricted fund balance of \$624,216 consists of **1)** \$4,302 - Act 655 funding from the Commonwealth of Pennsylvania restricted in use for the maintenance, repair and construction of roads, streets and bridges in the Borough, **2)** \$616,421 - Capital Project Bond Fund balance from the 2021 bond issuance, and **3)** \$3,493 - American Rescue Plan Act Funds restricted for use based on the provisions of the Act (Refer to Exhibit C and Schedule 3).
- Committed fund balance – amount constrained to specific purposes by the Borough itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.
- Assigned fund balance – amounts the Borough intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. The assigned fund balance total of \$148,594 is comprised of the remaining fund balance of the Borough’s Police Drug Investigation Fund, Fire Apparatus Fund, Bicentennial Fund, Recreation Fund, Police Grant Fund, Henning Street Park Fund, and Fire Grant Fund (Refer to Schedule 3).
- Unassigned fund balance – amounts that are available for any purpose.

**ADOPTION OF GASB PRONOUNCEMENTS**

The requirements of the following GASB Statement were adopted for the Borough’s 2023 financial statements. Except where noted, the adoption of this pronouncement did not have a significant impact on the Borough’s financial statements.

- **GASB issued Statement No. 94**, ‘*Public-Private and Public-Public Partnerships and Availability Payment Arrangements*’.
- **GASB issued Statement No. 96**, ‘*Subscription-Based Information Technology Arrangements*’.
- **GASB issued Statement No 99**, ‘*Omnibus 2022*’. (except the requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 which are effective for the Borough’s December 31, 2024 financial statements).

**PENDING GASB PRONOUNCEMENTS**

- **GASB issued Statement No 100**, ‘*Accounting Changes and Error Correction*’. The provisions of this Statement are effective for the Borough’s December 31, 2024 financial statements.
- **GASB issued Statement No 101**, ‘*Compensated Absences*’. The provisions of this Statement are effective for the Borough’s December 31, 2024 financial statements.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**PENDING GASB PRONOUNCEMENTS (Continued)**

- **GASB issued Statement No 102, 'Certain Risk Disclosures'**. The provisions of this Statement are effective for the Borough's December 31, 2025 financial statements.

The effects of implementing these Statements on the Borough's financial statements have not yet been determined.

**NOTE 2 - CASH DEPOSITS AND INVESTMENTS**

**CASH DEPOSITS**

At December 31, 2023, The Borough of Ambridge had the following carrying values on its cash and cash equivalent accounts:

|                              | <b>Bank</b>                       | <b>(Memo Only)</b>                |
|------------------------------|-----------------------------------|-----------------------------------|
|                              | <b><u>Balance</u></b>             | <b><u>Book Balance</u></b>        |
| General Fund                 | \$ 693,213                        | \$ 679,710                        |
| Capital Project Fund         | 982,556                           | 694,985                           |
| Non Major Governmental Funds | 170,238                           | 167,880                           |
| <b>TOTAL</b>                 | <b><u><u>\$ 1,846,007</u></u></b> | <b><u><u>\$ 1,542,575</u></u></b> |

The difference between the bank balance and the book balance represents reconciling items such as deposits in transit and outstanding checks. The Federal Deposit Insurance Corporation (FDIC) coverage threshold for government accounts is \$250,000 per official custodian. The coverage includes checking and savings accounts, money market deposit accounts, and certificates of deposit.

**Custodial Credit Risk:**

Custodial credit risk is the risk that in the event of a bank failure, the Borough's deposits may not be returned to it. The Borough does not have a policy for custodial credit risk. As of December 31, 2023, \$1,596,007 of the Borough's bank balance total is exposed to custodial credit risk as this amount represents uninsured deposits collateralized with securities held by the pledging financial institution or by its trust department or agent, but not in the Borough's name. In accordance with Act number 72-1971 Session of the Commonwealth of Pennsylvania, the above deposits at each depository in excess of \$250,000, if any, are collateralized by securities pledged to a pooled public funds account with the Federal Reserve System.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 2 - CASH DEPOSITS AND INVESTMENTS (Continued)**

**INVESTMENTS**

The fair value and maturity term of the Borough's investments as of December 31, 2023, are as follows:

|                                   | <b>No Stated<br/>Maturity</b> | <b>1-5 Years</b>           | <b>6-10 Years</b>          | <b>Over 10<br/>Years</b> | <b>Credit<br/>Rating</b> |
|-----------------------------------|-------------------------------|----------------------------|----------------------------|--------------------------|--------------------------|
| <b>Fiduciary Funds:</b>           |                               |                            |                            |                          |                          |
| Pooled/Mutual Funds               | \$ 540,280                    | \$ -                       | \$ -                       | \$ -                     | N/A                      |
| Fixed Income/Preferred Securities | 84,660                        | 1,374,149                  | 1,744,220                  | 427,247                  | N/A                      |
| Equity Securities                 | 6,857,340                     | -                          | -                          | -                        | N/A                      |
|                                   | <b><u>\$ 7,482,280</u></b>    | <b><u>\$ 1,374,149</u></b> | <b><u>\$ 1,744,220</u></b> | <b><u>\$ 427,247</u></b> |                          |

Credit rating information is not provided by the BNY Mellon on the statement of net assets available for benefits year-end investment portfolio information.

**Custodial Credit Risk:**

For an investment, custodial credit risk is the risk that in the event of the counterparty, the Borough will not be able to recover the value of its investments or collateral security that are in the possession of an outside party.

**Credit Risk:**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Borough has no formal investment policy, in addition to the requirements of Section 1316 of the Borough Code, which limits its investment choices based on credit ratings by nationally recognized rating organizations.

**Interest Rate Risk:**

The Borough does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Concentration of Credit Risk:**

The Borough places no limit on the amount it may invest in any one issuer.

**Fair Value Measurements:**

The Borough of Ambridge's fiduciary fund investments are reported at fair value within the fair value hierarchy established by generally accepted accounting principles. These principles provide a framework for measuring fair value which establishes a three-level fair value hierarchy that prioritizes the inputs to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 2 - CASH DEPOSITS AND INVESTMENTS (Continued)**

**INVESTMENTS (Continued)**

**Fair Value Measurements: (Continued)**

- **Level 1** – Observable inputs that reflect quoted prices for identical assets or liabilities in active markets such as stock quotes.
- **Level 2** – Includes inputs other than level 1 inputs that are directly or indirectly observable in the marketplace such as yield curves or other market data.
- **Level 3** – Unobservable inputs which reflect the reporting entity’s assessment of the assumptions that market participants would use in pricing the asset or liability including assumptions about risk such as bid/ask spreads and liquidity discounts.

The following schedule presents the Investments of the Borough by level within the fair value hierarchy:

|                                   | <b>Value<br/>at 12/31/23</b> | <b>Fair Value Measurements</b> |                    |                    |
|-----------------------------------|------------------------------|--------------------------------|--------------------|--------------------|
|                                   |                              | <b>Level 1</b>                 | <b>Level 2</b>     | <b>Level 3</b>     |
| Pooled/Mutual Funds               | \$ 540,280                   | \$ 540,280                     | \$ -               | \$ -               |
| Fixed Income/Preferred Securities | 3,630,276                    | 3,630,276                      | -                  | -                  |
| Equity Securities                 | 6,857,340                    | 6,857,340                      | -                  | -                  |
|                                   | <b><u>\$ 11,027,896</u></b>  | <b><u>\$ 11,027,896</u></b>    | <b><u>\$ -</u></b> | <b><u>\$ -</u></b> |

**NOTE 3 - PROPERTY TAXES**

The Borough of Ambridge levies property taxes March 1st of each calendar year. The calendar dates for payment of these taxes are as follows:

**PAYMENT PERIOD**

|                          |                   |
|--------------------------|-------------------|
| March 1 – April 30, 2023 | (Discount period) |
| May 1 – June 30, 2023    | (Face period)     |
| July 1, 2023 and after   | (Penalty period)  |

Taxpayers are entitled to a 2% discount if taxes are paid prior to May 1st. Collections after June 30th are assessed a 10% penalty. Taxes unpaid as of April 2023 were remitted to the Beaver County Tax Claim Bureau. As of December 31, 2023, the Borough had \$232,785 in unpaid 2023 real estate taxes which represents 11.74% of the total assessed property taxes of \$1,982,878 for 2023. The tax millage assessment for the 2023 calendar year is 34.5 mills on the assessed value of land and buildings, which represents \$34.50 of revenue for every \$1,000 of assessed value.

The total millage of 34.5 is separated into three categories **1)** 27.4 mills for general Borough purposes, **2)** 7.0 mills for interest and principal on any indebtedness incurred, and **3)** .1 mills for the funding of shade trees. The Borough recognized property tax revenue when received during the calendar year. Accordingly, no provision has been made for amounts estimated to be uncollectable.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 4 – INTERFUND TRANSACTIONS**

Inter-fund transfers for the year were as follows:

|                      | <b><u>TRANSFERS IN</u></b> | <b><u>TRANSFERS OUT</u></b> |
|----------------------|----------------------------|-----------------------------|
| General Fund         | \$ 1,002,628               | \$ 328,452                  |
| Capital Project Fund | 345,145                    | 800,000                     |
| Non-Major Funds      | 57,372                     | 276,693                     |
|                      | <b><u>\$ 1,405,145</u></b> | <b><u>\$ 1,405,145</u></b>  |

During 2023, the Borough's General Fund transferred \$271,080 to the Capital Project Fund for capital expenses and \$13,385, \$50, and \$43,937 to the Fire Grant Fund, Henning Street Park Fund, and Police Grant Fund respectively to open the accounts. The Liquid Fuels Fund transferred \$202,628 to the Borough's General Fund for street lighting costs. The Capital Project Fund transferred \$800,000 to the General Fund for capital expenses paid out of the General Fund. The American Rescue Plan Fund transferred \$74,065 to the Capital Project Fund for capital expenses. As of December 31, 2023, the Recreation Fund owes the General Fund \$11,491.

**NOTE 5 – LONG-TERM DEBT**

**DIRECT BORROWINGS**

**GENERAL OBLIGATION NOTE PAYABLE – PENNSYLVANIA INFRASTRUCTURE BANK**

On January 16, 2015, the Borough of Ambridge issued General Obligation Note, Series of 2015 to the Pennsylvania Infrastructure Bank (PIB) in the amount \$912,710 for the purpose of completing the 2015 Road Improvement Project. The terms of the note call for semi-annual principal and interest payments totaling \$49,628.50 at an interest rate of 1.625%. The note is scheduled to mature on January 15, 2025.

A summary of the Borough's general obligation notes payable as of December 31, 2023 is as follows:

| <b><u>Year End<br/>31-Dec</u></b> | <b><u>2015 Note<br/>Principal</u></b> | <b><u>2015 Note<br/>Interest</u></b> | <b><u>Total</u></b>      |
|-----------------------------------|---------------------------------------|--------------------------------------|--------------------------|
| 2024                              | \$ 99,258                             | \$ 1,987                             | \$ 101,245               |
| 2025                              | 47,241                                | 400                                  | 47,641                   |
|                                   | <b><u>\$ 146,499</u></b>              | <b><u>\$ 2,387</u></b>               | <b><u>\$ 148,886</u></b> |

**DEFAULT PROVISIONS - PENNSYLVANIA INFRASTRUCTURE BANK NOTE**

Remedies in the event of default on the Pennsylvania Infrastructure Bank note are prescribed under the Pennsylvania Local Government Debt Act. The pledge of future liquid fuels allocations can serve as security for payment of principal and interest on the note obligation.



**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 5 – LONG-TERM DEBT OBLIGATIONS (Continued)**

**DIRECT BORROWINGS (Continued)**

**GENERAL OBLIGATION NOTES - SERIES A AND B OF 2021**

In August of 2021, the Borough of Ambridge issued General Obligation Notes, Series A of 2021 in the amount of \$2,960,000 for the purpose of 1) currently refunding the Borough’s General Obligation Bonds, Series B of 2016 and 2) pay the costs and expenses related to the issuance of the Note. The terms of the Note call for semi-annual payments of principal and interest at interest rates between 0.22% and 2.00%. The note provides for early redemption features on or after November 15, 2027. The Notes are scheduled to mature on November 15, 2034 and are secured by the full faith and taxing power of the Borough.

In August of 2021, the Borough of Ambridge issued General Obligation Notes, Series B of 2021 in the amount of \$5,055,000 for the purpose of 1) pay the cost of various capital improvements, 2) capitalizing interest on a portion of the Notes and 3) pay the costs and expenses related to the issuance of the Note. The terms of the Note call for semi-annual payments of principal and interest at interest rates between 2.00% and 3.00%. The note provides for early redemption features on or after November 15, 2035. The Notes are scheduled to mature on November 15, 2034 and are secured by the full faith and taxing power of the Borough.

A summary of the Borough’s notes payable outstanding at December 31, 2023 is as follows:

| <b>Year End<br/>Dec 31</b> | <b>GON SERIES<br/>A OF 2021<br/>PRINCIPAL</b> | <b>GON SERIES<br/>B OF 2021<br/>PRINCIPAL</b> | <b>Interest</b>            | <b>Total</b>                |
|----------------------------|-----------------------------------------------|-----------------------------------------------|----------------------------|-----------------------------|
| 2024                       | \$ 160,000                                    | \$ -                                          | \$ 180,675                 | \$ 340,675                  |
| 2025                       | 210,000                                       | -                                             | 179,075                    | 389,075                     |
| 2026                       | 260,000                                       | -                                             | 176,975                    | 436,975                     |
| 2027                       | 265,000                                       | -                                             | 174,375                    | 439,375                     |
| 2028                       | 270,000                                       | -                                             | 170,400                    | 440,400                     |
| 2029-2033                  | 1,405,000                                     | -                                             | 782,150                    | 2,187,150                   |
| 2034-2038                  | 225,000                                       | 1,325,000                                     | 637,000                    | 2,187,000                   |
| 2039-2043                  | -                                             | 1,730,000                                     | 455,100                    | 2,185,100                   |
| 2044-2048                  | -                                             | 2,000,000                                     | 183,600                    | 2,183,600                   |
|                            | <b><u>\$ 2,795,000</u></b>                    | <b><u>\$ 5,055,000</u></b>                    | <b><u>\$ 2,939,350</u></b> | <b><u>\$ 10,789,350</u></b> |

**DEFAULT PROVISIONS ON GENERAL OBLIGATION NOTES SERIES A AND SERIES B OF 2021**

The notes are general obligations of the Borough. The notes are secured by the full faith, credit, and taxing power of the Borough. Such pledge is specifically enforceable but is subject to the limitations of bankruptcy, insolvency, and other laws or equitable principles affecting creditor rights generally. The Pennsylvania Local Government Debt Act prescribes certain remedies to the registered owners of the bonds in the event of default. If the Borough fails to make adequate provision in its budget, for any year, the sum payable on the bonds, or fails to appropriate or pay the monies necessary in such year for the payment of maturing principal and interest on the notes, the registered owners may bring suit in the Court of Common Pleas of Beaver County directing the Borough to make such obligated payments.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 5 – LONG-TERM DEBT OBLIGATIONS (Continued)**

**DIRECT BORROWINGS (Continued)**

**GENERAL OBLIGATION NOTES - SERIES A AND B OF 2021 (Continued)**

**DEFAULT PROVISIONS ON GENERAL OBLIGATION NOTES SERIES A AND SERIES B OF 2021 (Continued)**

If the default continues for a period of thirty days, or if the Borough fails to comply with any provision of either the notes or ordinance, the note holders of 25% in aggregate principal amount of the bonds outstanding may appoint a trustee to represent the note holders to commence a lawsuit to enforce the rights of all registered bondholders. All taxable real estate in the Borough is subject to ad valorem taxation without limitation as to rate or amount to pay debt service on the bonds.

**CAPITAL LEASE OBLIGATIONS**

In December of 2017, the Borough of Ambridge purchased a Tymco 600 Street Sweeper through a lease purchase agreement with KS State Bank totaling \$231,930. The terms of the lease call for a down payment of \$22,000 followed by seven annual installments of \$33,818.89 with an interest rate of 3.75%. The principal balance on the lease as of December 31, 2023 is \$23,027 and the lease is scheduled to expire on April 14, 2024.

In January of 2022, the Borough of Ambridge purchased two (2) 2021 Ford Police Interceptor SUVs through a lease purchase agreement with KS State Bank totaling \$68,082. The terms of the lease call for three annual installments of \$24,016 with no stated interest rate. The principal balance on the lease as of December 31, 2023 is \$32,597 and the lease is scheduled to expire on February 14, 2024.

**DEFAULT PROVISIONS – CAPITAL LEASE OBLIGATIONS**

The terms of the lease agreements provide for 'Non-appropriation clauses' if insufficient funds are available in the Borough's budget to make contract payments for the calendar year. If the Borough decides to default upon payments to the lessor, the Borough may promptly return the equipment to avoid the payment of damages. Failure to return the equipment will result in additional damages equal to the amount of the contract owed and any other losses suffered as a result of the default, including damages to the returned equipment. If any Event of Default as defined in the lease agreement occurs, the Lessor with or without terminating the contract, may 1) declare all payments payable under the lease that are required to the end of the current budget year to be immediately due and payable, 2) require Borough to redeliver leased equipment back to Lessor, and 3) take whatever action at law or in equity that may appear necessary to enforce its rights.

The following represents the changes in the Borough's long-term liabilities during the 2023 calendar year:

|                        | <b>Balance<br/>1/1/2023</b> | <b>Additions</b>   | <b>Reductions</b>        | <b>Balance<br/>12/31/2023</b> | <b>Due Within<br/>One Year</b> |
|------------------------|-----------------------------|--------------------|--------------------------|-------------------------------|--------------------------------|
| Direct Borrowings:     |                             |                    |                          |                               |                                |
| PIB Note Payable       | \$ 242,207                  | \$ -               | \$ 95,708                | \$ 146,499                    | \$ 99,258                      |
| Series A and B of 2021 | 8,005,000                   | -                  | 155,000                  | 7,850,000                     | 160,000                        |
| Lease Obligations      | 109,080                     | -                  | 53,456                   | 55,624                        | 55,624                         |
|                        | <b><u>\$ 8,356,287</u></b>  | <b><u>\$ -</u></b> | <b><u>\$ 304,164</u></b> | <b><u>\$ 8,052,123</u></b>    | <b><u>\$ 314,882</u></b>       |

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 6 – BOROUGH PENSION PLANS**

The following is a summary of the Borough’s Police, Firemen’s, and Service Employee pension plans:

**POLICE PENSION PLAN** - The Borough of Ambridge Police Pension Plan is a single-employer defined benefit pension plan controlled by the provisions of Borough Ordinances as amended. The plan is governed by the Borough Council which is responsible for the management of plan assets. The Borough Council has delegated the authority to manage certain plan assets to the Bank of New York.

Plan membership as of January 1, 2023 was comprised of:

|                                                                         |           |
|-------------------------------------------------------------------------|-----------|
| Active employees                                                        | 14        |
| Retirees and beneficiaries currently receiving benefits                 | 13        |
| Terminated employees entitled to benefits<br>but not yet receiving them | -         |
| Total                                                                   | <u>27</u> |

The summary of the plan’s provisions are as follows:

- PARTICIPANTS** - All full-time policemen of The Borough of Ambridge police department.
- ELIGIBILITY** - All participants are eligible for retirement benefits provided that they have completed twenty-five years of aggregate service as a Borough employee and have attained the age of fifty. Participants are eligible for early retirement upon completion of twenty years of service.
- BENEFITS** - Based on fifty percent (50%) of the participant's final average monthly salary earned during the final 36 months of employment, plus a service increment of \$100 for completion of 26 or more years of service. Early retirement benefits are actuarially adjusted.
- DISABILITY** - For permanent disablement that occurs in the line of duty, member is eligible to receive 50% of salary at the time the disability was incurred, offset by social security disability benefits for the same injury.
- DEATH** - Before retirement eligibility - the plan provides for a return of their contributions, if any. After retirement eligibility – a benefit of 50% of the pension the participant was receiving or was entitled to receive on the day of the participant’s death is payable to spouse for life or participant’s children until age 18, or 23 if attending college.
- VESTING** - 100% after completion of 12 years of service. Non-vested participants will receive a refund of their contributions.
- FUNDING** - Employee and Borough contributions are to be determined by the actuary. Employee contributions for 2023 were 5% and totaled \$56,626. The Borough contributed \$298,963 to the Plan.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 6 - BOROUGH PENSION PLANS (Continued)**

**FIREMEN'S PENSION PLAN** - The Borough of Ambridge Fireman's Pension Plan is a single-employer defined benefit pension plan controlled by the provisions of Borough Ordinances as amended. The plan is governed by the Borough Council which is responsible for the management of plan assets. The Borough Council has delegated the authority to manage certain plan assets to the Bank of New York.

Plan membership as of January 1, 2023 was comprised of:

|                                                                         |                 |
|-------------------------------------------------------------------------|-----------------|
| Active employees                                                        | 1               |
| Retirees and beneficiaries currently receiving benefits                 | 4               |
| Terminated employees entitled to benefits<br>but not yet receiving them | -               |
| Total                                                                   | <u><u>5</u></u> |

The summary of the plan's provisions are as follows:

- PARTICIPANTS** - All full-time firefighters of The Borough of Ambridge fire department. Effective 1/1/2016, there will be no new participants to the plan.
- ELIGIBILITY** - All participants are eligible for retirement benefits provided that they have completed twenty-five years of aggregate service as a Borough employee and have attained the age of fifty-five, or who have twenty years of service and have attained the age of sixty.
- BENEFITS** - Based on fifty percent (50%) of the participant's final average monthly salary plus a service increment if any.
- DEATH** - Before retirement eligibility - the plan provides for a return of their contributions, if any plus interest. After retirement eligibility – the beneficiary will receive the remainder of 120 guaranteed monthly payments, if any.
- VESTING** - 100% after completion of 12 years of service. Non-vested participants will receive a refund of their contributions.
- FUNDING** - Employee and Borough contributions are to be determined by the actuary. Employee contributions were 5% for 2023 and totaled \$4,235. The Borough contributed \$7,968 to the Plan.

**SERVICE EMPLOYEES PENSION PLAN** - The Borough of Ambridge Service Employees Pension Plan is a single-employer defined benefit pension plan controlled by the provisions of Borough Ordinances. The plan is governed by the Borough Council which is responsible for the management of plan assets. The Borough Council has delegated the authority to manage certain plan assets to the Bank of New York.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 6 - BOROUGH PENSION PLANS (Continued)**

**SERVICE EMPLOYEES PENSION PLAN (Continued)**

Plan membership as of January 1, 2023 was comprised of:

|                                                                         |           |
|-------------------------------------------------------------------------|-----------|
| Active employees                                                        | 3         |
| Retirees and beneficiaries currently receiving benefits                 | 8         |
| Terminated employees entitled to benefits<br>but not yet receiving them | -         |
| Total                                                                   | <u>11</u> |

The summary of the plan's provisions are as follows:

- PARTICIPANTS** - All full-time employees of The Borough of Ambridge, excluding the police and fire departments.
- ELIGIBILITY** - All participants are eligible for retirement benefits provided that they have completed twenty years of aggregate service as a Borough employee or have attained the age of sixty-two. Participants are eligible for early retirement provided they have attained the age of sixty-two and have completed five years of credited service.
- BENEFITS** - Equal to 1.5% of the participant's average compensation during the final five years of employment multiplies by years of credited service.
- DISABILITY** - For permanent disablement after completion of 10 years of credited service, member is eligible to receive 50% of the accrued benefit at date of disablement.
- DEATH** - Before five years of service - the plan provides for a return of their contributions, if any. After five years of service but before retirement eligibility – the participant's beneficiary will receive the accrued benefit payable for 10 years commencing on normal retirement date. After retirement – the participant's beneficiary will receive the remainder (if any) of the guaranteed 120 monthly payments less those paid to the retiree.
- VESTING** - 25% after completion of 10 years of credited service, 50% for service for 11 to 13 years, 75% for service from 14 to 19 years, and 100% after completion of 20 years of service. Non-vested participants will receive a refund of their contributions.
- FUNDING** - Employee and Borough contributions are to be determined by the actuary. Employee contributions were 5% for 2023 and totaled \$6,168. The Borough contributed \$91,268 to the Plan.

**THE BOROUGH OF AMBRIDGE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2023**

**NOTE 6 - BOROUGH PENSION PLANS (Continued)**

**FUNDING REQUIREMENTS FOR ALL PENSION PLANS**

In addition to member contributions, if any, the pension plan may also receive an annual allocation from the General Municipal Pension System State Aid Program. The entire proceeds of the insurance premium tax on foreign casualty insurance companies and any investment income earned on those proceeds, and the portion of the proceeds of the insurance premium tax on foreign fire insurance companies which represents the amount of the distributions applicable to paid firefighters, and any investment income earned on the amount of those distributions are specifically designated for municipal pension plans. Any remaining obligation with respect to the pension plan shall be paid by the municipality.

Actuarial assumptions, funding status information, trend information regarding annual pension costs, percentage contributions, and any net pension obligations (NPO) is available from the Borough's actuary.

The pension plans' investment income was used to fund administrative costs. There are no long-term contracts for contributions as of December 31, 2023. In addition, there are no assets legally reserved for purposes other than the payment of plan member benefits.

**NOTE 7 – RISK AND UNCERTAINTIES**

**GENERAL INSURANCE**

The Borough is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims for these risks have not exceeded commercial insurance coverage for the past three years.

**LEGAL MATTERS**

The Borough, in the normal course of operations, is party to various legal matters normally associated with municipalities such as real estate tax assessment appeals, personnel wage and benefits, and other miscellaneous legal matters. As of December 31, 2023, the Borough is unaware of any pending litigation that would be material to the financial position of the Borough of Ambridge.

**FEDERAL AND STATE FUNDING**

The Borough of Ambridge's state and federally funded programs, including its pension funds, are subject to program compliance audits by various governmental agencies. The audit scopes of these program compliance audits are different than the scope of financial audits performed by an outside, independent certified public accounting firm. The Borough is potentially liable for any expenditure disallowed by the results of these program compliance audits. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

**NOTE 8 – SUBSEQUENT EVENTS**

Management has determined that there are no other events subsequent to December 31, 2023 through the January 31, 2025 date of the 'Independent Auditor's Report', which is the date the financial statements were available to be issued, that require disclosure in the financial statements.

***SUPPLEMENTARY***  
***INFORMATION***

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL REVENUES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                                  | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>OVER<br/>&lt;UNDER&gt;<br/>BUDGET</u> |
|--------------------------------------------------|---------------------|---------------------|------------------------------------------|
| <b>TAXES:</b>                                    |                     |                     |                                          |
| Real estate tax - current                        | \$ 1,830,000        | \$ 1,744,999        | \$ (85,001)                              |
| Real estate tax - prior                          | 30,000.00           | 5,650.39            | (24,349.61)                              |
| Real estate tax - delinquent                     | 280,000.00          | 210,590.53          | (69,409.47)                              |
| Interest & penalty on real estate tax            | 20,000.00           | -                   | (20,000.00)                              |
| Per capita tax - current                         | 3,000.00            | 3,361.36            | 361.36                                   |
| Per capita tax - prior                           | -                   | 2,745.70            | 2,745.70                                 |
| Per capita tax - delinquent                      | -                   | 451.00              | 451.00                                   |
| Real estate transfer tax                         | 160,000.00          | 125,602.18          | (34,397.82)                              |
| Earned income tax - current                      | 625,000.00          | 689,329.38          | 64,329.38                                |
| Mercantile tax                                   | 70,000.00           | 64,947.08           | (5,052.92)                               |
| LST-Current                                      | 82,000.00           | 92,800.32           | 10,800.32                                |
| Business privilege tax                           | 200,000.00          | 166,686.98          | (33,313.02)                              |
| Interest & Penalty on 511 Taxes                  | -                   | 115.50              | 115.50                                   |
| <b>TOTAL TAXES</b>                               | <b>\$ 3,300,000</b> | <b>\$ 3,107,280</b> | <b>\$ (192,720)</b>                      |
| <b>LICENSES AND PERMITS:</b>                     |                     |                     |                                          |
| Health license                                   | \$ 16,000           | \$ 21,790           | \$ 5,790                                 |
| Transient retail license                         | 300                 | 4,300               | 4,000                                    |
| Cable franchise fee                              | 95,000              | 79,517              | (15,483)                                 |
| Coin operated machine license                    | 50,000              | 44,750              | (5,250)                                  |
| Street Opening Permits                           | 8,000               | 7,000               | (1,000)                                  |
| Curb Cut Permit                                  | 200                 | 100                 | (100)                                    |
| <b>TOTAL LICENSES AND PERMITS</b>                | <b>\$ 169,500</b>   | <b>\$ 157,457</b>   | <b>\$ (12,043)</b>                       |
| <b>FINES AND FORFEITURES:</b>                    |                     |                     |                                          |
| Magistrate fines/Clerk of Courts                 | \$ 40,000           | \$ 44,075           | \$ 4,075                                 |
| State police fines                               | 3,500               | 1,422               | (2,078)                                  |
| Restitution                                      | 2,000               | 3,571               | 1,571                                    |
| County Court fines                               | 5,500               | 8,727               | 3,227                                    |
| Code enforcement fines                           | 7,000               | -                   | (7,000)                                  |
| <b>TOTAL FINES AND FORFEITURES</b>               | <b>\$ 58,000</b>    | <b>\$ 57,796</b>    | <b>\$ (204)</b>                          |
| <b>INTEREST AND RENTS:</b>                       |                     |                     |                                          |
| Interest on Accounts                             | \$ -                | \$ 8,621            | \$ 8,621                                 |
| Columbia Gas Lease/Rents                         | 415                 | 400                 | (15)                                     |
| <b>TOTAL INTEREST AND RENTS</b>                  | <b>\$ 415</b>       | <b>\$ 9,021</b>     | <b>\$ 8,606</b>                          |
| <b>INTERGOVERNMENTAL:</b>                        |                     |                     |                                          |
| INTERGOVERNMENTAL REVENUES                       | \$ -                | \$ 10,857           | \$ 10,857                                |
| Recycling Grant                                  | 4,500               | -                   | (4,500)                                  |
| DCED Grants                                      | 135,000             | 461,114             | 326,114                                  |
| Police Department Grants - North Central Highway | -                   | 21,345              | 21,345                                   |
| Public Utility Realty Tax                        | 3,000               | -                   | (3,000)                                  |
| Municipal Pension State Aid                      | 211,400             | 221,460             | 10,060                                   |
| Foreign Fire Insurance Tax                       | 22,000              | 24,163              | 2,163                                    |
| Fire Gear Grant                                  | 15,000              | 13,335              | (1,665)                                  |
| Act 13                                           | 13,500              | 17,451              | 3,951                                    |
| BCHA Police Contract                             | 45,000              | 33,660              | (11,340)                                 |
| AAHS Police Services Contract                    | 180,000             | 152,983             | (27,017)                                 |
| AASD Crossing Guards                             | 20,000              | 11,377              | (8,623)                                  |
| Alcoholic beverages tax                          | 3,700               | 2,850               | (850)                                    |
| Payment in lieu of taxes                         | 18,000              | 17,971              | (29)                                     |
| <b>TOTAL INTERGOVERNMENTAL</b>                   | <b>\$ 671,100</b>   | <b>\$ 988,567</b>   | <b>\$ 317,467</b>                        |



**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL REVENUES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                                 | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>OVER<br/>&lt;UNDER&gt;<br/>BUDGET</u> |
|-------------------------------------------------|---------------------|---------------------|------------------------------------------|
| <b><u>CHARGES FOR SERVICES:</u></b>             |                     |                     |                                          |
| No lien letters                                 | \$ 12,000           | \$ 12,900           | \$ 900                                   |
| Liquor license transfer                         | 500                 | -                   | (500)                                    |
| Subdivision Fees                                | 2,000               | -                   | (2,000)                                  |
| Zoning Permit Fees                              | 1,000               | 400                 | (600)                                    |
| Site plan review fees                           | 3,000               | -                   | (3,000)                                  |
| Sign permits                                    | 1,000               | 401                 | (600)                                    |
| Dumpster Permits                                | 2,500               | 3,890               | 1,390                                    |
| Zoning hearing board fees                       | 1,000               | -                   | (1,000)                                  |
| Admin Fees                                      | 3,000               | 2,082               | (918)                                    |
| Police reports/services                         | 2,500               | 2,295               | (205)                                    |
| Contracted police service                       | 40,000              | 88,126              | 48,126                                   |
| Police test                                     | 200                 | -                   | (200)                                    |
| Fire Miscellaneous Receipts                     | -                   | 5,117               | 5,117                                    |
| Code Enforcement - Other                        | -                   | 564                 | 564                                      |
| Fire Inspection                                 | 25,000              | 700                 | (24,300)                                 |
| Fire Reports                                    | 300                 | 185                 | (115)                                    |
| Fire Services                                   | -                   | 1,033               | 1,033                                    |
| Fire Dept - Wage Reimbursement                  | -                   | 719                 | 719                                      |
| Contracted Fire Services                        | 3,000               | -                   | (3,000)                                  |
| Electrical Permits                              | 6,000               | 6,768               | 768                                      |
| Plumbing Permits                                | 6,000               | 4,036               | (1,964)                                  |
| Plans Review                                    | 23,000              | 24,116              | 1,116                                    |
| Use and Occupancy Permits                       | 120,000             | 91,419              | (28,581)                                 |
| Use and Occupancy Permits - Del                 | 500                 | 420                 | (80)                                     |
| Mechanical Permits                              | 5,000               | 2,538               | (2,462)                                  |
| Building permits                                | 27,000              | 35,992              | 8,992                                    |
| Demolition permits                              | 3,000               | 1,316               | (1,684)                                  |
| Other Code Enforcement Fees                     | 21,000              | 23,550              | 2,550                                    |
| Education Fees                                  | 135                 | 176                 | 41                                       |
| Parking Tickets - Other                         | 1,500               | -                   | (1,500)                                  |
| Parking meters                                  | 500                 | -                   | (500)                                    |
| Parking permits                                 | 1,000               | 435                 | (565)                                    |
| Street Sweeping Tickets                         | 46,000              | 38,135              | (7,865)                                  |
| Parking Tickets - Other                         | -                   | 1,766               | 1,766                                    |
| Refuse collection                               | 750,000             | 785,890             | 35,890                                   |
| Recreation Other                                | 500                 | 675                 | 175                                      |
| Recreational Facilities Fees                    | 2,000               | 1,550               | (450)                                    |
| <b>TOTAL CHARGES FOR SERVICES</b>               | <b>\$ 1,110,135</b> | <b>\$ 1,137,193</b> | <b>\$ 27,058</b>                         |
| <b><u>MISCELLANEOUS:</u></b>                    |                     |                     |                                          |
| Miscellaneous receipts                          | \$ 20,000           | \$ 25,984           | \$ 5,984                                 |
| Scrap Metal Sales                               | -                   | 1,949               | 1,949                                    |
| Donations                                       | -                   | 17,174              | 17,174                                   |
| Insurance Proceeds                              | -                   | 17,435              | 17,435                                   |
| Troop Banners                                   | -                   | 13,010              | 13,010                                   |
| Miscellaneous - Other                           | -                   | 240                 | 240                                      |
| <b>TOTAL MISCELLANEOUS</b>                      | <b>\$ 20,000</b>    | <b>\$ 75,792</b>    | <b>\$ 55,792</b>                         |
| <b><u>OTHER FINANCIAL SOURCES:</u></b>          |                     |                     |                                          |
| Sale of assets                                  | \$ -                | \$ -                | \$ -                                     |
| Dist MEIT Rate Mitigation                       | -                   | 6,445               | 6,445                                    |
| Interfund trans. - Liquid Fuels                 | -                   | 196,128             | 196,128                                  |
| Interfund transfers - Liquid Fuels Fund         | 192,155             | 6,500               | (185,655)                                |
| Interfund transfer - Notes Capital Project Fund | -                   | 800,000             | 800,000                                  |
| Refund of Prior Year Expense                    | -                   | 20,649              | 20,649                                   |
| Other Financing Sources - other                 | -                   | 8,220               | 8,220                                    |
| <b>TOTAL OTHER FINANCIAL SOURCES</b>            | <b>\$ 192,155</b>   | <b>\$ 1,037,942</b> | <b>\$ 845,787</b>                        |
| <b>TOTAL REVENUES</b>                           | <b>\$ 5,521,305</b> | <b>\$ 6,571,047</b> | <b>\$ 1,049,742</b>                      |

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                       | <u>BUDGET</u>     | <u>ACTUAL</u>     | <u>&lt;OVER&gt;</u><br><u>UNDER</u><br><u>BUDGET</u> |
|---------------------------------------|-------------------|-------------------|------------------------------------------------------|
| <b>GENERAL GOVERNMENT:</b>            |                   |                   |                                                      |
| <b>LEGISLATIVE BODY:</b>              |                   |                   |                                                      |
| General Government - Other            | \$ -              | \$ 30             | \$ (30)                                              |
| Salary - mayor                        | 3,000             | 2,000             | 1,000                                                |
| Salaries - council                    | 8,400             | 7,316             | 1,084                                                |
| FICA                                  | 600               | 539               | 61                                                   |
| Travel and Training                   | 3,000             | 2,638             | 362                                                  |
| Supplies                              | 1,200             | 1,425             | (225)                                                |
| Advertising and printing              | 6,500             | 7,156             | (656)                                                |
| Dues and subscriptions                | 1,800             | 482               | 1,318                                                |
| <b>TOTAL LEGISLATIVE BODY</b>         | <b>\$ 24,500</b>  | <b>\$ 21,587</b>  | <b>\$ 2,913</b>                                      |
| <b>EXECUTIVE:</b>                     |                   |                   |                                                      |
| Salary - manager                      | \$ 97,000         | \$ 96,893         | \$ 107                                               |
| Salary - secretary                    | 37,000            | 43,502            | (6,502)                                              |
| Holiday, Sick, Shift, Vac Pay         | -                 | 2,757             | (2,757)                                              |
| Health insurance                      | 55,000            | 56,191            | (1,191)                                              |
| Life insurance                        | 1,000             | 894               | 106                                                  |
| ICMA retirement                       | 17,300            | 25,213            | (7,913)                                              |
| FICA                                  | 14,000            | 10,823            | 3,177                                                |
| Office Supplies - Other               | 6,000             | 3,388             | 2,612                                                |
| General Office Supplies               | -                 | 4,114             | (4,114)                                              |
| Communications                        | 15,000            | 11,672            | 3,328                                                |
| Advertising/Printing                  | -                 | 150               | (150)                                                |
| Dues/Subscriptions                    | 500               | 1,408             | (908)                                                |
| Training & Education                  | 500               | -                 | 500                                                  |
| Travel & Expenses                     | 500               | 200               | 300                                                  |
| <b>TOTAL EXECUTIVE</b>                | <b>\$ 243,800</b> | <b>\$ 257,205</b> | <b>\$ (13,405)</b>                                   |
| <b>FINANCIAL ADMINISTRATION:</b>      |                   |                   |                                                      |
| Salary - Admin. Secretary             | \$ 44,000         | \$ 36,651         | \$ 7,349                                             |
| COML Inspector                        | 1,500             | -                 | 1,500                                                |
| Machine license collector             | -                 | 1,630             | (1,630)                                              |
| Health Insurance                      | -                 | (255)             | 255                                                  |
| FICA                                  | 2,000             | 3,047             | (1,047)                                              |
| Office Supplies - Other               | -                 | 226               | (226)                                                |
| Payroll services                      | 7,000             | 5,608             | 1,392                                                |
| Bank charges                          | 100               | 904               | (804)                                                |
| Finance Charges                       | -                 | 70                | (70)                                                 |
| Auditing Services                     | 9,500             | 11,635            | (2,135)                                              |
| Bonds                                 | 1,500             | 664               | 836                                                  |
| <b>TOTAL FINANCIAL ADMINISTRATION</b> | <b>\$ 65,600</b>  | <b>\$ 60,181</b>  | <b>\$ 5,419</b>                                      |

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

| <b>GENERAL GOVERNMENT: (Continued)</b> | <b>BUDGET</b>    | <b>ACTUAL</b>    | <b>&lt;OVER&gt;<br/>UNDER<br/>BUDGET</b> |
|----------------------------------------|------------------|------------------|------------------------------------------|
| <b>TAX COLLECTION:</b>                 |                  |                  |                                          |
| Salary/Commissions                     | \$ 26,000        | \$ 24,268        | \$ 1,732                                 |
| FICA/Medicare                          | -                | 1,844            | (1,844)                                  |
| Other Printing                         | 500              | 70               | 430                                      |
| Tax Duplicate Printing                 | 1,600            | 1,313            | 287                                      |
| Postage                                | 2,500            | -                | 2,500                                    |
| Tax collector bond                     | 1,225            | 1,204            | 21                                       |
| Real Estate Tax Refunds                | 2,500            | 617              | 1,883                                    |
| <b>TOTAL TAX COLLECTION</b>            | <b>\$ 34,325</b> | <b>\$ 29,316</b> | <b>\$ 5,009</b>                          |
| <b>LEGAL SERVICES:</b>                 |                  |                  |                                          |
| Routine legal matters                  | \$ 38,000        | \$ 23,083        | \$ 14,917                                |
| Civil Service Commission               | 1,000            | 1,138            | (138)                                    |
| Legal Cases                            | 5,000            | -                | 5,000                                    |
| Solicitor - Retainer                   | 9,000            | 4,400            | 4,600                                    |
| <b>TOTAL LEGAL SERVICES</b>            | <b>\$ 53,000</b> | <b>\$ 28,621</b> | <b>\$ 24,379</b>                         |
| <b>GENERAL OFFICE:</b>                 |                  |                  |                                          |
| Salary - clerk                         | \$ 20,000        | \$ 21,875        | \$ (1,875)                               |
| FICA                                   | 800              | 1,701            | (901)                                    |
| Office supplies                        | -                | 646              | (646)                                    |
| Postage                                | 3,500            | 6,027            | (2,527)                                  |
| Copier and fax service agreement       | 6,000            | 4,916            | 1,084                                    |
| <b>TOTAL GENERAL OFFICE</b>            | <b>\$ 30,300</b> | <b>\$ 35,165</b> | <b>\$ (4,865)</b>                        |
| <b>ENGINEER:</b>                       |                  |                  |                                          |
| One-Calls                              | \$ 200           | \$ 445           | \$ (245)                                 |
| Borough Engineer's Office              | -                | 8                | (8)                                      |
| Code Consultations                     | 5,000            | 41,596           | (36,596)                                 |
| General Engineering Services           | 30,000           | 42,726           | (12,726)                                 |
| Engineer - Reimbursable Work           | 3,000            | 40               | 2,960                                    |
| <b>TOTAL ENGINEER</b>                  | <b>\$ 38,200</b> | <b>\$ 84,814</b> | <b>\$ (46,614)</b>                       |
| <b>DATA PROCESSING:</b>                |                  |                  |                                          |
| Network Connection Agreements          | \$ 6,000         | \$ 6,558         | \$ (558)                                 |
| Software Purchases                     | 4,000            | 8,820            | (4,820)                                  |
| Computer Major Purchase                | 1,000            | 287              | 713                                      |
| Computer Maintenance                   | 12,000           | 8,555            | 3,445                                    |
| Hardware Small Purchases               | -                | 36               | (36)                                     |
| Information Technology - Other         | -                | 48               | (48)                                     |
| <b>TOTAL DATA PROCESSING</b>           | <b>\$ 23,000</b> | <b>\$ 24,304</b> | <b>\$ (1,304)</b>                        |

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                        | <u>BUDGET</u>     | <u>ACTUAL</u>     | <u>&lt;OVER&gt;</u><br><u>UNDER</u><br><u>BUDGET</u> |
|----------------------------------------|-------------------|-------------------|------------------------------------------------------|
| <b>GENERAL GOVERNMENT: (Continued)</b> |                   |                   |                                                      |
| <b><u>BUILDING AND PLANT:</u></b>      |                   |                   |                                                      |
| Building Supplies                      | \$ 4,000          | \$ 7,268          | \$ (3,268)                                           |
| Exterminating                          | 1,000             | 1,638             | (638)                                                |
| Building Security                      | 500               | 1,859             | (1,359)                                              |
| Cleaning service                       | 6,500             | 8,100             | (1,600)                                              |
| Electric                               | 16,000            | 14,910            | 1,090                                                |
| Natural Gas                            | 15,000            | 17,067            | (2,067)                                              |
| Repairs and maintenance                | 15,000            | 15,225            | (225)                                                |
| <b>TOTAL BUILDING AND PLANT</b>        | <b>\$ 58,000</b>  | <b>\$ 66,067</b>  | <b>\$ (8,067)</b>                                    |
| <b>TOTAL GENERAL GOVERNMENT</b>        | <b>\$ 570,725</b> | <b>\$ 607,259</b> | <b>\$ (36,534)</b>                                   |
| <b><u>PUBLIC SAFETY:</u></b>           |                   |                   |                                                      |
| <b><u>POLICE DEPARTMENT:</u></b>       |                   |                   |                                                      |
| SRO Wages                              | \$ -              | \$ 362            | \$ (362)                                             |
| SRO Wages - Overtime                   | 103,976           | 877               | 103,099                                              |
| Salary - chief                         | 95,659            | 99,231            | (3,572)                                              |
| Salary - lieutenant                    | 85,030            | 66,177            | 18,853                                               |
| Salary - sergeants                     | 238,306           | 97,385            | 140,921                                              |
| Salary - patrolmen                     | 462,093           | 627,761           | (165,668)                                            |
| Salary - part-time patrolmen           | 100,000           | 63,314            | 36,686                                               |
| Salary - Housing Authority             | 45,000            | 29,600            | 15,400                                               |
| Salary - crossing guards               | 40,000            | 23,419            | 16,581                                               |
| Major Crimes                           | -                 | 5,565             | (5,565)                                              |
| Animal Control                         | -                 | 100               | (100)                                                |
| Court Hearing Time                     | 30,000            | 39,603            | (9,603)                                              |
| Sick Buyback                           | 17,000            | 58,593            | (41,593)                                             |
| Salary - Training                      | 11,000            | 6,171             | 4,829                                                |
| Health Insurance Wages                 | 23,000            | -                 | 23,000                                               |
| Health insurance                       | 204,000           | 221,108           | (17,108)                                             |
| Retirement employment benefits         | 37,000            | 42,412            | (5,412)                                              |
| Life insurance                         | 10,000            | 11,126            | (1,126)                                              |
| Disability                             | 11,000            | -                 | 11,000                                               |
| Borough 457 Plan Contribution          | -                 | 5,000             | (5,000)                                              |
| FICA                                   | 50,000            | 33,599            | 16,401                                               |
| Comp Pay Wages                         | -                 | 45,543            | (45,543)                                             |
| OT reimburseable                       | 40,000            | 47,891            | (7,891)                                              |
| Reimburseable Wages                    | -                 | 11,613            | (11,613)                                             |
| Police Pension MMO                     | 299,000           | 298,963           | 37                                                   |
| Holiday/Sick/Shift Pay/Vac             | 60,000            | 119,943           | (59,943)                                             |
| Wages - heart & lung                   | -                 | 7,804             | (7,804)                                              |
| Overtime pay                           | 60,000            | 204,511           | (144,511)                                            |
| Wage Reimbursement                     | -                 | (550)             | 550                                                  |
| Uniforms - full-time                   | 15,000            | 39,560            | (24,560)                                             |
| Uniforms - part-time                   | 5,000             | 4,408             | 592                                                  |
| Uniforms - crossing guards             | 500               | -                 | 500                                                  |
| Body Armor                             | 2,000             | -                 | 2,000                                                |
| Physicals                              | 200               | 905               | (705)                                                |
| Office supplies                        | 2,000             | 2,085             | (85)                                                 |
| Misc Supplies                          | -                 | 565               | (565)                                                |
| Gasoline                               | 18,000            | 17,739            | 261                                                  |
| Oil/Grease/Washes                      | 3,000             | 2,206             | 794                                                  |
| Tires                                  | 2,500             | -                 | 2,500                                                |
| Departmental Expense                   | 8,000             | 2,969             | 5,031                                                |
| Vehicle Expenses - Other               | 8,000             | 6,403             | 1,597                                                |
| Vehicle Repair - Car 301               | -                 | 3,502             | (3,502)                                              |
| Vehicle Repair - Car 302               | -                 | 2,870             | (2,870)                                              |
| Vehicle Repair - Car 303               | -                 | 1,619             | (1,619)                                              |
| Vehicle Repair - Car 304               | -                 | 16,308            | (16,308)                                             |
| Vehicle Repair - Car 305               | -                 | 1,153             | (1,153)                                              |
| Vehicle Repair - Car 306               | -                 | 199               | (199)                                                |
| Vehicle Repair - Car 307               | -                 | 5,641             | (5,641)                                              |

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                   | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>&lt;OVER&gt;</u><br><u>UNDER</u><br><u>BUDGET</u> |
|-----------------------------------|---------------------|---------------------|------------------------------------------------------|
| <b>PUBLIC SAFETY: (Continued)</b> |                     |                     |                                                      |
| Vehicle Repair - Car 308          | \$ -                | \$ 102              | \$ (102)                                             |
| Vehicle Leases                    | 24,000              | -                   | 24,000                                               |
| Ammunition                        | 4,000               | 3,238               | 762                                                  |
| Travel and Meals                  | 500                 | 198                 | 302                                                  |
| Communications                    | 12,000              | 10,197              | 1,803                                                |
| Ticket Printing                   | 2,000               | 2,710               | (710)                                                |
| Equipment purchases               | 10,000              | 13,269              | (3,269)                                              |
| Equipment repairs                 | 500                 | 920                 | (420)                                                |
| Grant Equipment                   | 22,500              | (11,685)            | 34,185                                               |
| Training and education            | 2,700               | 3,364               | (664)                                                |
| Dues & Subscriptions              | 300                 | 238                 | 62                                                   |
| Computer Software Agreement       | 4,500               | 4,775               | (275)                                                |
| Computer Maintenance              | -                   | 260                 | (260)                                                |
| Hardware Supplies                 | 500                 | -                   | 500                                                  |
| Building Maint                    | 1,000               | 770                 | 230                                                  |
| <b>TOTAL POLICE PROTECTION</b>    | <b>\$ 2,170,764</b> | <b>\$ 2,303,610</b> | <b>\$ (132,846)</b>                                  |
| <b>FIRE DEPARTMENT:</b>           |                     |                     |                                                      |
| Salary - chief                    | \$ 86,340           | \$ 83,076           | \$ 3,264                                             |
| Assistant Fire Chief              | 71,510              | 65,467              | 6,043                                                |
| Salaries - drivers                | 153,000             | 147,637             | 5,363                                                |
| Salaries - part time drivers      | 74,000              | 77,393              | (3,393)                                              |
| Stand by Time                     | 8,500               | 4,002               | 4,498                                                |
| Health insurance                  | 75,000              | 103,713             | (28,713)                                             |
| Life insurance                    | 1,500               | 2,219               | (719)                                                |
| FICA                              | 35,000              | 34,955              | 45                                                   |
| Salary training                   | 5,300               | 3,285               | 2,015                                                |
| OT - tone outs                    | 15,000              | 24,251              | (9,251)                                              |
| Holiday/Sick pay                  | 20,000              | 30,942              | (10,942)                                             |
| Overtime pay                      | 20,000              | 12,807              | 7,193                                                |
| Court Hearing Time                | 2,500               | 1,327               | 1,173                                                |
| Longevity                         | 5,256               | 2,494               | 2,762                                                |
| Wages - Heart & Lung              | -                   | 51                  | (51)                                                 |
| Uniform allowance                 | 5,100               | 4,484               | 616                                                  |
| Office Supplies                   | 700                 | -                   | 700                                                  |
| Communications                    | -                   | 4,645               | (4,645)                                              |
| Gas/oil/grease                    | 4,000               | 2,966               | 1,034                                                |
| Fireman's Pension MMO             | 30,300              | 7,968               | 22,332                                               |
| Retiree Benefits                  | -                   | 1,601               | (1,601)                                              |
| IRA Contribution - new            | -                   | 23,779              | (23,779)                                             |
| Equipment Maint.                  | 10,000              | 3,234               | 6,766                                                |
| Small tools & minor equipment     | 6,500               | 11,258              | (4,758)                                              |
| Miscellaneous                     | 2,400               | 1,383               | 1,018                                                |
| Other communications              | 6,000               | -                   | 6,000                                                |
| Turnout Gear                      | 4,000               | 965                 | 3,035                                                |
| Software Major Purchase           | -                   | 2,178               | (2,178)                                              |
| Contribution to VFD               | -                   | 9,704               | (9,704)                                              |
| Volunteer Relief Assoc. Payment   | -                   | 24,163              | (24,163)                                             |
| IRA Contribution - new            | 8,000               | -                   | 8,000                                                |
| Equipment repairs                 | 12,500              | 20,151              | (7,651)                                              |
| Equip - Fire Grant                | 12,500              | -                   | 12,500                                               |
| Network Maintenance               | 7,000               | -                   | 7,000                                                |
| Network Connection Agreements     | 21,500              | -                   | 21,500                                               |
| Travel & Training                 | 4,000               | 1,759               | 2,241                                                |
| <b>TOTAL FIRE DEPARTMENT</b>      | <b>\$ 707,406</b>   | <b>\$ 713,857</b>   | <b>\$ (6,451)</b>                                    |

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                          | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>&lt;OVER&gt;</u><br><u>UNDER</u><br><u>BUDGET</u> |
|------------------------------------------|---------------------|---------------------|------------------------------------------------------|
| <b><u>PUBLIC SAFETY: (Continued)</u></b> |                     |                     |                                                      |
| <b><u>PLANNING AND ZONING</u></b>        |                     |                     |                                                      |
| Zoning board solicitor                   | \$ 1,000            | \$ 1,679            | \$ (679)                                             |
| Advertising and Printing                 | 500                 | -                   | 500                                                  |
| Steno fees                               | 300                 | -                   | 300                                                  |
| <b>TOTAL PLANNING AND ZONING</b>         | <b>\$ 1,800</b>     | <b>\$ 1,679</b>     | <b>\$ 121</b>                                        |
| <b>TOTAL PUBLIC SAFETY</b>               | <b>\$ 2,879,970</b> | <b>\$ 3,019,146</b> | <b>\$ (139,176)</b>                                  |
| <b><u>PUBLIC WORKS:</u></b>              |                     |                     |                                                      |
| <b><u>HEALTH &amp; SANITATION:</u></b>   |                     |                     |                                                      |
| Contracted services                      | \$ 600,000          | \$ 752,732          | \$ (152,732)                                         |
| Contracted Health Inspection             | 13,500              | 17,591              | (4,091)                                              |
| Compost Dump Maint                       | 2,500               | 265                 | 2,235                                                |
| <b>TOTAL REFUSE COLLECTION</b>           | <b>\$ 616,000</b>   | <b>\$ 770,588</b>   | <b>\$ (154,588)</b>                                  |
| <b><u>GENERAL SERVICES:</u></b>          |                     |                     |                                                      |
| Salaries - foreman                       | \$ 58,250           | \$ 52,400           | \$ 5,850                                             |
| Salaries - laborers                      | 154,000             | 103,884             | 50,116                                               |
| Salary - Electrician                     | 6,000               | 8,029               | (2,029)                                              |
| Holiday Sick Pay                         | -                   | 18,646              | (18,646)                                             |
| Longevity                                | 4,500               | 2,057               | 2,443                                                |
| Health insurance                         | 74,000              | 52,674              | 21,326                                               |
| Life insurance                           | 1,500               | 897                 | 603                                                  |
| Service Pension MMO                      | 91,300              | 91,268              | 32                                                   |
| FICA                                     | 22,500              | 14,858              | 7,642                                                |
| Overtime pay                             | 18,000              | 9,035               | 8,965                                                |
| Uniform allowance                        | 2,000               | 2,419               | (419)                                                |
| Physicals, tests, Etc.                   | -                   | 745                 | (745)                                                |
| Travel and Education                     | 250                 | 17                  | 233                                                  |
| Materials and supplies                   | 7,500               | 12,889              | (5,389)                                              |
| Office supplies and Administration       | 300                 | 111                 | 189                                                  |
| Street sweeper maintenance               | 3,500               | 966                 | 2,534                                                |
| Hand and power tools                     | 1,000               | 968                 | 32                                                   |
| Equipment Maint.                         | 2,000               | 6,358               | (4,358)                                              |
| Equipment Repairs                        | 8,000               | 7,666               | 334                                                  |
| Utilities                                | 1,000               | 867                 | 133                                                  |
| Gas                                      | 9,000               | 14,102              | (5,102)                                              |
| Oil Grease                               | 1,000               | -                   | 1,000                                                |
| Vehicle inspection                       | 4,000               | 6,749               | (2,749)                                              |

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                         | <u>BUDGET</u>       | <u>ACTUAL</u>       | <u>&lt;OVER&gt;</u><br><u>UNDER</u><br><u>BUDGET</u> |
|-----------------------------------------|---------------------|---------------------|------------------------------------------------------|
| <b><u>PUBLIC WORKS: (Continued)</u></b> |                     |                     |                                                      |
| <b><u>GENERAL SERVICES:</u></b>         |                     |                     |                                                      |
| Repairs of Machinery                    | \$ 500              | \$ -                | \$ 500                                               |
| Road maintenance materials              | 9,000               | 4,965               | 4,035                                                |
| Contracted Road Work                    | -                   | (1,829)             | 1,829                                                |
| Signs                                   | -                   | 1,829               | (1,829)                                              |
| Snow materials                          | 40,000              | 11,725              | 28,275                                               |
| Snow Equipment maint.                   | 2,000               | -                   | 2,000                                                |
| Storm Sewer - Outside Maintenance       | -                   | 587                 | (587)                                                |
| Materials & Supplies                    | 3,500               | 4,406               | (906)                                                |
| Sidewalk Materials                      | 1,500               | -                   | 1,500                                                |
| Building Maintenance                    | -                   | 2,301               | (2,301)                                              |
| Equipment purchase                      | 5,000               | -                   | 5,000                                                |
| Communications                          | 1,500               | 662                 | 838                                                  |
| Misc Rental                             | 11,010              | 371                 | 10,639                                               |
| Equipment Lease                         | -                   | 33,819              | (33,819)                                             |
| Street lighting                         | 140,000             | 152,911             | (12,911)                                             |
| Signs                                   | 2,500               | 2,416               | 84                                                   |
| Traffic Signal Purchases                | 1,000               | -                   | 1,000                                                |
| FICA                                    | 500                 | 614                 | (114)                                                |
| Electrical materials and supplies       | 2,000               | 1,418               | 582                                                  |
| Street Painting                         | 3,000               | 3,516               | (516)                                                |
| Bucket truck maintenance                | 500                 | -                   | 500                                                  |
| Signal materials and supplies           | 3,500               | 478                 | 3,023                                                |
| Traffic Control Utilities               | -                   | 4,242               | (4,242)                                              |
| <b>TOTAL GENERAL SERVICES</b>           | <b>\$ 696,610</b>   | <b>\$ 632,037</b>   | <b>\$ 64,573</b>                                     |
| <b>TOTAL PUBLIC WORKS</b>               | <b>\$ 1,312,610</b> | <b>\$ 1,402,626</b> | <b>\$ (90,016)</b>                                   |
| <b><u>CULTURE AND RECREATION:</u></b>   |                     |                     |                                                      |
| <b><u>PARKS AND PLAYGROUNDS:</u></b>    |                     |                     |                                                      |
| Park Maintenance                        | \$ 3,500            | \$ 6,975            | \$ (3,475)                                           |
| Playground Maintenance                  | 1,500               | 324                 | 1,176                                                |
| Rentals for Park                        | 2,500               | 6,713               | (4,213)                                              |
| Utilities                               | 2,000               | 1,104               | 896                                                  |
| Community events                        | -                   | 1,300               | (1,300)                                              |
| <b>TOTAL PARKS AND PLAYGROUNDS</b>      | <b>\$ 9,500</b>     | <b>\$ 16,415</b>    | <b>\$ (6,915)</b>                                    |
| <b><u>SHADE TREES:</u></b>              |                     |                     |                                                      |
| Tree removal                            | \$ 15,000           | \$ 21,600           | \$ (6,600)                                           |
| Tree Supplies & New Trees               | -                   | 260                 | (260)                                                |
| <b>TOTAL SHADE TREES</b>                | <b>\$ 15,000</b>    | <b>\$ 21,860</b>    | <b>\$ (6,860)</b>                                    |

**BOROUGH OF AMBRIDGE**  
**DETAIL SCHEDULE OF BUDGETED AND ACTUAL EXPENDITURES**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|                                                        | <b>BUDGET</b>       | <b>ACTUAL</b>       | <b>&lt;OVER&gt;<br/>UNDER<br/>BUDGET</b> |
|--------------------------------------------------------|---------------------|---------------------|------------------------------------------|
| <b><u>CULTURE AND RECREATION: (Continued)</u></b>      |                     |                     |                                          |
| <b><u>CONTRIBUTIONS:</u></b>                           |                     |                     |                                          |
| Community Events                                       | \$ -                | \$ 1,000            | \$ (1,000)                               |
| Library                                                | 14,000              | 202,968             | (188,968)                                |
| Veterans service center                                | 14,000              | 14,000              | -                                        |
| Civil Celebrations - Other                             | -                   | 49                  | (49)                                     |
| <b>TOTAL CONTRIBUTIONS</b>                             | <b>\$ 28,000</b>    | <b>\$ 218,017</b>   | <b>\$ (190,017)</b>                      |
| <b>TOTAL CULTURE AND RECREATION</b>                    | <b>\$ 52,500</b>    | <b>\$ 256,293</b>   | <b>\$ (203,793)</b>                      |
| <b><u>DEBT SERVICE:</u></b>                            |                     |                     |                                          |
| PIB Loan Principal                                     | \$ 99,257           | \$ 50,125           | \$ 49,132                                |
| Bond Transfer                                          | 337,000             | 245,706             | 91,294                                   |
| Bond Interest                                          | -                   | 91,113              | (91,113)                                 |
| Fiscal Agent Expenses                                  | 3,000               | -                   | 3,000                                    |
| <b>TOTAL DEBT SERVICE</b>                              | <b>\$ 439,257</b>   | <b>\$ 386,943</b>   | <b>\$ 52,314</b>                         |
| <b><u>MISCELLANEOUS:</u></b>                           |                     |                     |                                          |
| Unallocated Insurance                                  | \$ 145,000          | \$ 162,589          | \$ (17,589)                              |
| Miscellaneous                                          | 10,000              | 5,369               | 4,631                                    |
| Worker's Comp Insurance                                | 110,000             | 149,404             | (39,404)                                 |
| Temporary Distribution                                 | -                   | 3,703               | (3,703)                                  |
| Grant Expenses                                         | -                   | 12,452              | (12,452)                                 |
| <b>TOTAL MISCELLANEOUS</b>                             | <b>\$ 265,000</b>   | <b>\$ 333,517</b>   | <b>\$ (68,517)</b>                       |
| <b><u>OTHER FINANCING USES</u></b>                     |                     |                     |                                          |
| Transfer to Notes Capital Program Fund                 | \$ -                | \$ 271,080          | \$ (271,080)                             |
| Transfer to Fire Grant Fund                            | -                   | 13,385              | (13,385)                                 |
| Transfer to Henning Street Park Fund                   | -                   | 50                  | (50)                                     |
| Transfer to Police Dept Grant                          | -                   | 43,937              | (43,937)                                 |
| <b>TOTAL OTHER FINANCING USES</b>                      | <b>\$ -</b>         | <b>\$ 328,452</b>   | <b>\$ (328,452)</b>                      |
| <b>TOTAL EXPENDITURES AND OTHER<br/>FINANCING USES</b> | <b>\$ 5,520,062</b> | <b>\$ 6,334,235</b> | <b>\$ (814,173) **</b>                   |

|                                |                |                                            |
|--------------------------------|----------------|--------------------------------------------|
| <b>** Net Budget variance:</b> | <b>Amount</b>  | <b>Budget Variance</b>                     |
|                                | (814,173)      | <b>Expenditures - per above</b>            |
|                                | 1,049,742      | <b>Revenues - Per Schedule 1</b>           |
|                                | <b>235,569</b> | <b>Net Budget Variance - per Exhibit E</b> |



**BOROUGH OF AMBRIDGE  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2023**

**SCHEDULE 3**

|                                            | <u>LIQUID FUELS<br/>FUND</u> | <u>POLICE DRUG<br/>INVESTIGATION<br/>FUND</u> | <u>FIRE<br/>APPARATUS<br/>FUND</u> | <u>BICENTENNIAL<br/>FUND</u> | <u>RECREATION<br/>FUND</u> | <u>AMERICAN<br/>RESCUE PLAN<br/>ACT FUND</u> | <u>POLICE GRANT<br/>FUND</u> | <u>HENNING<br/>STREET PARK<br/>FUND</u> | <u>FIRE GRANT<br/>FUND</u> | <u>TOTAL</u>      |
|--------------------------------------------|------------------------------|-----------------------------------------------|------------------------------------|------------------------------|----------------------------|----------------------------------------------|------------------------------|-----------------------------------------|----------------------------|-------------------|
| <b><u>ASSETS</u></b>                       |                              |                                               |                                    |                              |                            |                                              |                              |                                         |                            |                   |
| Cash and Cash Equivalents                  | \$ 4,302                     | \$ 18,050                                     | \$ 46,165                          | \$ 15,126                    | \$ 37,281                  | \$ 3,493                                     | \$ 43,387                    | \$ 38                                   | \$ 38                      | \$ 167,880        |
| <b>TOTAL ASSETS</b>                        | <b>\$ 4,302</b>              | <b>\$ 18,050</b>                              | <b>\$ 46,165</b>                   | <b>\$ 15,126</b>             | <b>\$ 37,281</b>           | <b>\$ 3,493</b>                              | <b>\$ 43,387</b>             | <b>\$ 38</b>                            | <b>\$ 38</b>               | <b>\$ 167,880</b> |
| <b><u>LIABILITIES</u></b>                  |                              |                                               |                                    |                              |                            |                                              |                              |                                         |                            |                   |
| Due to Other Funds                         | \$ -                         | \$ -                                          | \$ -                               | \$ -                         | \$ 11,491                  | \$ -                                         | \$ -                         | \$ -                                    | \$ -                       | \$ 11,491         |
| <b>TOTAL ACCOUNTS PAYABLE</b>              | <b>\$ -</b>                  | <b>\$ -</b>                                   | <b>\$ -</b>                        | <b>\$ -</b>                  | <b>\$ 11,491</b>           | <b>\$ -</b>                                  | <b>\$ -</b>                  | <b>\$ -</b>                             | <b>\$ -</b>                | <b>\$ 11,491</b>  |
| <b><u>FUND BALANCES</u></b>                |                              |                                               |                                    |                              |                            |                                              |                              |                                         |                            |                   |
| Restricted                                 | \$ 4,302                     | \$ -                                          | \$ -                               | \$ -                         | \$ -                       | \$ 3,493                                     | \$ -                         | \$ -                                    | \$ -                       | \$ 7,795          |
| Assigned                                   | -                            | 18,050                                        | 46,165                             | 15,126                       | 25,790                     | -                                            | 43,387                       | 38                                      | 38                         | 148,594           |
| <b>TOTAL FUND BALANCES</b>                 | <b>\$ 4,302</b>              | <b>\$ 18,050</b>                              | <b>\$ 46,165</b>                   | <b>\$ 15,126</b>             | <b>\$ 25,790</b>           | <b>\$ 3,493</b>                              | <b>\$ 43,387</b>             | <b>\$ 38</b>                            | <b>\$ 38</b>               | <b>\$ 156,389</b> |
| <b>TOTAL LIABILITIES AND FUND BALANCES</b> | <b>\$ 4,302</b>              | <b>\$ 18,050</b>                              | <b>\$ 46,165</b>                   | <b>\$ 15,126</b>             | <b>\$ 37,281</b>           | <b>\$ 3,493</b>                              | <b>\$ 43,387</b>             | <b>\$ 38</b>                            | <b>\$ 38</b>               | <b>\$ 167,880</b> |

**BOROUGH OF AMBRIDGE**  
**COMBINING STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES**  
**IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2023**

|                                                   | <u>LIQUID FUELS<br/>FUND</u> | <u>POLICE DRUG<br/>INVESTIGATION<br/>FUND</u> | <u>FIRE<br/>APPARATUS<br/>FUND</u> | <u>BICENTENNIAL<br/>FUND</u> | <u>RECREATION<br/>FUND</u> | <u>AMERICAN<br/>RESCUE PLAN<br/>ACT FUND</u> | <u>POLICE GRANT<br/>FUND</u> | <u>HENNING<br/>STREET PARK<br/>FUND</u> | <u>FIRE GRANT<br/>FUND</u> | <u>TOTAL</u>        |
|---------------------------------------------------|------------------------------|-----------------------------------------------|------------------------------------|------------------------------|----------------------------|----------------------------------------------|------------------------------|-----------------------------------------|----------------------------|---------------------|
| <b>RECEIPTS:</b>                                  |                              |                                               |                                    |                              |                            |                                              |                              |                                         |                            |                     |
| Interest                                          | \$ 100                       | \$ 52                                         | \$ -                               | \$ 68                        | \$ 312                     | \$ 547                                       | \$ -                         | \$ -                                    | \$ -                       | \$ 1,079            |
| Intergovernmental                                 | 196,128                      | -                                             | -                                  | -                            | -                          | -                                            | -                            | -                                       | -                          | 196,128             |
| Miscellaneous                                     | 6,500                        | -                                             | 7,608                              | 4,028                        | -                          | 353,659                                      | -                            | -                                       | -                          | 371,795             |
| Contributions                                     | -                            | 15,628                                        | -                                  | 17,807                       | 10,690                     | -                                            | -                            | -                                       | -                          | 44,125              |
| <b>TOTAL RECEIPTS</b>                             | <b>\$ 202,728</b>            | <b>\$ 15,680</b>                              | <b>\$ 7,608</b>                    | <b>\$ 21,903</b>             | <b>\$ 11,002</b>           | <b>\$ 354,206</b>                            | <b>\$ -</b>                  | <b>\$ -</b>                             | <b>\$ -</b>                | <b>\$ 613,127</b>   |
| <b>DISBURSEMENTS:</b>                             |                              |                                               |                                    |                              |                            |                                              |                              |                                         |                            |                     |
| Public safety                                     | \$ -                         | \$ 988                                        | \$ 12,285                          | \$ -                         | \$ -                       | \$ 755,208                                   | \$ 550                       | \$ -                                    | \$ 13,347                  | \$ 782,378          |
| Culture and recreation                            | -                            | -                                             | -                                  | 14,122                       | 9,440                      | -                                            | -                            | 12                                      | -                          | 23,574              |
| <b>TOTAL DISBURSEMENTS</b>                        | <b>\$ -</b>                  | <b>\$ 988</b>                                 | <b>\$ 12,285</b>                   | <b>\$ 14,122</b>             | <b>\$ 9,440</b>            | <b>\$ 755,208</b>                            | <b>\$ 550</b>                | <b>\$ 12</b>                            | <b>\$ 13,347</b>           | <b>\$ 805,952</b>   |
| <b>OTHER FINANCING SOURCES (USES)</b>             |                              |                                               |                                    |                              |                            |                                              |                              |                                         |                            |                     |
| Operating Transfers In                            | \$ -                         | \$ -                                          | \$ -                               | \$ -                         | \$ -                       | \$ -                                         | \$ 43,937                    | \$ 50                                   | \$ 13,385                  | \$ 57,372           |
| Operating Transfers (Out)                         | (202,628)                    | -                                             | -                                  | -                            | -                          | (74,065)                                     | -                            | -                                       | -                          | (276,693)           |
| <b>TOTAL OTHER FINANCING<br/>SOURCES AND USES</b> | <b>\$ (202,628)</b>          | <b>\$ -</b>                                   | <b>\$ -</b>                        | <b>\$ -</b>                  | <b>\$ -</b>                | <b>\$ (74,065)</b>                           | <b>\$ 43,937</b>             | <b>\$ 50</b>                            | <b>\$ 13,385</b>           | <b>\$ (219,321)</b> |
| <b>NET CHANGE IN FUND BALANCES</b>                | <b>\$ 100</b>                | <b>\$ 14,692</b>                              | <b>\$ (4,677)</b>                  | <b>\$ 7,781</b>              | <b>\$ 1,562</b>            | <b>\$ (475,067)</b>                          | <b>\$ 43,387</b>             | <b>\$ 38</b>                            | <b>\$ 38</b>               | <b>\$ (412,146)</b> |
| FUND BALANCE - January 1, 2023                    | 4,202                        | 3,358                                         | 50,842                             | 7,345                        | 24,228                     | 478,560                                      | -                            | -                                       | -                          | 568,535             |
| <b>FUND BALANCE - December 31, 2023</b>           | <b>\$ 4,302</b>              | <b>\$ 18,050</b>                              | <b>\$ 46,165</b>                   | <b>\$ 15,126</b>             | <b>\$ 25,790</b>           | <b>\$ 3,493</b>                              | <b>\$ 43,387</b>             | <b>\$ 38</b>                            | <b>\$ 38</b>               | <b>\$ 156,389</b>   |

**APPENDIX F**  
**SPECIMEN OF MUNICIPAL BOND INSURANCE POLICY**



# MUNICIPAL BOND INSURANCE POLICY

ISSUER:

Policy No.: -N

BONDS: \$ in aggregate principal amount of

Effective Date:

Premium: \$

ASSURED GUARANTY INC. ("AG"), for consideration received, hereby UNCONDITIONALLY AND IRREVOCABLY agrees to pay to the trustee (the "Trustee") or paying agent (the "Paying Agent") (as set forth in the documentation providing for the issuance of and securing the Bonds) for the Bonds, for the benefit of the Owners or, at the election of AG, directly to each Owner, subject only to the terms of this Policy (which includes each endorsement hereto), that portion of the principal of and interest on the Bonds that shall become Due for Payment but shall be unpaid by reason of Nonpayment by the Issuer.

On the later of the day on which such principal and interest becomes Due for Payment or the Business Day next following the Business Day on which AG shall have received Notice of Nonpayment, AG will disburse to or for the benefit of each Owner of a Bond the face amount of principal of and interest on the Bond that is then Due for Payment but is then unpaid by reason of Nonpayment by the Issuer, but only upon receipt by AG, in a form reasonably satisfactory to it, of (a) evidence of the Owner's right to receive payment of the principal or interest then Due for Payment and (b) evidence, including any appropriate instruments of assignment, that all of the Owner's rights with respect to payment of such principal or interest that is Due for Payment shall thereupon vest in AG. A Notice of Nonpayment will be deemed received on a given Business Day if it is received prior to 1:00 p.m. (New York time) on such Business Day; otherwise, it will be deemed received on the next Business Day. If any Notice of Nonpayment received by AG is incomplete, it shall be deemed not to have been received by AG for purposes of the preceding sentence and AG shall promptly so advise the Trustee, Paying Agent or Owner, as appropriate, who may submit an amended Notice of Nonpayment. Upon disbursement in respect of a Bond, AG shall become the owner of the Bond, any appurtenant coupon to the Bond or right to receipt of payment of principal of or interest on the Bond and shall be fully subrogated to the rights of the Owner, including the Owner's right to receive payments under the Bond, to the extent of any payment by AG hereunder. Payment by AG to the Trustee or Paying Agent for the benefit of the Owners shall, to the extent thereof, discharge the obligation of AG under this Policy.

Except to the extent expressly modified by an endorsement hereto, the following terms shall have the meanings specified for all purposes of this Policy. "Business Day" means any day other than (a) a Saturday or Sunday or (b) a day on which banking institutions in the State of New York or the Insurer's Fiscal Agent are authorized or required by law or executive order to remain closed. "Due for Payment" means (a) when referring to the principal of a Bond, payable on the stated maturity date thereof or the date on which the same shall have been duly called for mandatory sinking fund redemption and does not refer to any earlier date on which payment is due by reason of call for redemption (other than by mandatory sinking fund redemption), acceleration or other advancement of maturity unless AG shall elect, in its sole discretion, to pay such principal due upon such acceleration together with any accrued interest to the date of acceleration and (b) when referring to interest on a Bond, payable on the stated date for payment of interest. "Nonpayment" means, in respect of a Bond, the failure of the Issuer to have provided sufficient funds to the Trustee or, if there is no Trustee, to the Paying Agent for payment in full of all principal and interest that is Due for Payment on such Bond. "Nonpayment" shall also include, in respect of a Bond, any payment of principal or interest that is Due for Payment made to an Owner by or on behalf of the Issuer which has been recovered from such Owner pursuant to the United States Bankruptcy Code by a trustee in bankruptcy in accordance with a final, nonappealable order of a court having competent jurisdiction. "Notice" means telephonic or telecopied notice, subsequently confirmed in a signed writing, or written notice by registered or certified mail, from an Owner, the Trustee or the Paying Agent to AG which notice shall specify (a) the person or entity making the claim, (b) the Policy Number, (c) the claimed amount and (d) the date such claimed amount became Due for Payment. "Owner" means, in respect of a Bond, the person or entity who, at the time of Nonpayment, is entitled under the terms of such Bond to payment thereof, except that "Owner" shall not include the Issuer or any person or entity whose direct or indirect obligation constitutes the underlying security for the Bonds.

AG may appoint a fiscal agent (the "Insurer's Fiscal Agent") for purposes of this Policy by giving written notice to the Trustee and the Paying Agent specifying the name and notice address of the Insurer's Fiscal Agent. From and after the date of receipt of such notice by the Trustee and the Paying Agent, (a) copies of all notices required to be delivered to AG pursuant to this Policy shall be simultaneously delivered to the Insurer's Fiscal Agent and to AG and shall not be deemed received until received by both and (b) all payments required to be made by AG under this Policy may be made directly by AG or by the Insurer's Fiscal Agent on behalf of AG. The Insurer's Fiscal Agent is the agent of AG only and the Insurer's Fiscal Agent shall in no event be liable to any Owner for any act of the Insurer's Fiscal Agent or any failure of AG to deposit or cause to be deposited sufficient funds to make payments due under this Policy.

To the fullest extent permitted by applicable law, AG agrees not to assert, and hereby waives, only for the benefit of each Owner, all rights (whether by counterclaim, setoff or otherwise) and defenses (including, without limitation, the defense of fraud), whether acquired by subrogation, assignment or otherwise, to the extent that such rights and defenses may be available to AG to avoid payment of its obligations under this Policy in accordance with the express provisions of this Policy.

This Policy sets forth in full the undertaking of AG, and shall not be modified, altered or affected by any other agreement or instrument, including any modification or amendment thereto. Except to the extent expressly modified by an endorsement hereto, (a) any premium paid in respect of this Policy is nonrefundable for any reason whatsoever, including payment, or provision being made for payment, of the Bonds prior to maturity and (b) this Policy may not be canceled or revoked. THIS POLICY IS NOT COVERED BY THE PROPERTY/CASUALTY INSURANCE SECURITY FUND SPECIFIED IN ARTICLE 76 OF THE NEW YORK INSURANCE LAW.

In witness whereof, ASSURED GUARANTY INC. has caused this Policy to be executed on its behalf by its Authorized Officer.

ASSURED GUARANTY INC.

By \_\_\_\_\_  
Authorized Officer

1633 Broadway, New York, N.Y. 10019

(212) 974-0100

Form 500 (8/24)

**APPENDIX G**  
**BOND AMORTIZATION SCHEDULE**