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AGENDA
BELLEFONTE BOROUGH AUTHORITY
Work Session of Tuesday, August 10th, 2026 at 5:00 PM
The Oak Room, 301 North Spring Street

I. CALL TO ORDER – Chairman Halderman will call the work session to order at 5:00 p.m.

II. REVIEW OF AUTHORITY AUDIT

Narrative
The Borough Auditor will be in attendance to answer any questions the Authority Board may have about the production of the annual audit. Please send any questions that may require research in advance to allow for a productive conversation.

Attachments: 2025 Audited Financial Statements

III. REVIEW OF BUDGETING PROCESS

Narrative
Staff and the Authority will review each line item in the budget documents and discuss the process to determine year-end projections and budgetary requests. The last work session concluded with a review of the revenue in the Sewer Fund. The Board may review Sewer expenditures and/or the Water Fund.

Attachment: 2026 Wastewater and Water Budget

IV. ADJOURNMENT

Motion to Adjourn: ____________ Second: _____________ ADJOURNED @: ___________

ANNUAL REPORT

OF THE

BELLEFONTE BOROUGH AUTHORITY

FOR THE YEAR ENDED DECEMBER 31, 2025

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INDEPENDENT AUDITOR'S REPORT

President and Members
Bellefonte Borough Authority
Municipal Building
301 N. Spring Street, Suite 200
Bellefonte, PA 16823

Opinions
We have audited the accompanying financial statements of the business-type activities and each major fund of the Bellefonte Borough Authority as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Bellefonte Borough Authority's basic financial statements as listed in the contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and each major fund of the Bellefonte Borough Authority as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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 the Bellefonte Borough Authority'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
Our 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 our 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

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Auditor's Responsibilities for the Audit of the Financial Statements (Continued)
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, we:

- 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 Bellefonte Borough Authority'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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Bellefonte Borough Authority's ability to continue as a going concern for a reasonable period of time.

We are 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 we identified during the audit.

Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Young, Oakes, Brown & Company, P.C.

Altoona, Pennsylvania
May 7, 2026

As management of the Bellefonte Borough Authority, we offer readers of the Bellefonte Borough Authority's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended December 31, 2025.

Financial Highlights

- The assets of the Bellefonte Borough Authority equaled its liabilities at the close of the most recent fiscal year.
- At the close of the fiscal year, the Bellefonte Borough Authority's noncurrent assets included $911,895 of restricted cash and cash equivalents (27.5 percent).
- The Bellefonte Borough Authority's total debt decreased by $569,784.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Bellefonte Borough Authority's basic financial statements. The Bellefonte Borough Authority's basic financial statements comprise three components:

1) government-wide financial statements
2) fund financial statements, and
3) notes to the financial statements.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Bellefonte Borough Authority's finances, in a manner similar to a private-sector business.

The first of the government-wide statements is the *Statement of Net Position.* It presents information on all of the Bellefonte Borough Authority's assets and liabilities, with the difference between the two reported as *net position.* Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Bellefonte Borough Authority is improving or deteriorating.

The second government-wide statement is the *Statement of Activities.* It presents information showing how the authority's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., lease rental receivable and bond interest payable).

The government-wide financial statements distinguish functions of the Bellefonte Borough Authority that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities).* The Bellefonte Borough Authority does not have any governmental activities. The business-type activities of the Bellefonte Borough Authority are a Water and Sewer Fund.

The Bellefonte Borough Authority, although legally separate, functions, for all practical purposes, as a department of the Bellefonte Borough, and therefore has been included as an integral part of the primary government, (i.e., Bellefonte Borough).

The government-wide financial statements can be found on pages 8 - 9 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Bellefonte Borough Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The fund of the Bellefonte Borough Authority is a proprietary fund.

Proprietary funds. The Bellefonte Borough Authority maintains a proprietary fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Bellefonte Borough Authority uses an enterprise fund to account for its water and sewer activities.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer activities, which are considered to be a major funds of the Bellefonte Borough Authority.

The basic proprietary fund financial statements can be found on pages 10 - 12 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13 - 19 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Bellefonte Borough Authority, assets equaled liabilities at the close of the most recent fiscal year.

The largest portion of the Bellefonte Borough Authority's noncurrent assets (72.5 percent) reflects the lease rental receivables. This is the amounts due from Bellefonte Borough for the eventual payment of bond and principal interest.

The other significant portion of noncurrent assets is restricted cash and cash equivalents (27.5 percent). All of these are held in the Bond funds held by the bond issuer.

The lease rental receivables are adjusted to the amount necessary to balance the assets and the liabilities.

BELLEFONTE BOROUGH AUTHORITY'S NET POSITION

	2024	2025	Dollar Change	Percentage Change
Non-Current Assets	$3,891,306	$3,321,163	($570,143)	-14.7%
Current Liabilities	$ 573,724	$ 586,992	$ 13,268	2.3%
Long-Term Liabilities	3,317,582	2,734,171	(583,411)	-17.5%
Total Liabilities	$3,891,306	$3,321,163	($570,143)	-14.7%
Net Position	$ 0	$ 0	$ 0	0.0%

Business-type activities – proprietary funds.

- The only revenues are non-operating revenues. They include inter-governmental transfers and interest income.
- Since assets equal liabilities, there is no net position.
- The intergovernmental transfers are the transfers from the sewer fund for the payment of principal.
- Interest income is earned on the funds in the various bond accounts.
- Interest expense decreased by 13,659.
- Fiduciary fees include trustee fees, audit fees, bank fees and publication fees.

BELLEFONTE BOROUGH AUTHORITY'S CHANGES IN NET POSITION

	Business-Type Activities			
	2024	2025	Dollar Change	Percentage Change
Program Revenues				
Operating Grants/Contributions	$108,285	$ 94,726	($13,559)	-12.5%
Expenses				
Water and Sewer	108,285	94,726	($13,559)	-12.5%
Change in Net Position	$ 0	$ 0	$ 0	0.0%

Debt Administration

Long-term Debt.

On September 14, 2007 the Commonwealth of Pennsylvania, through the Department of Community and Economic Development, entered into a loan agreement with the Authority. The loan amount of $5,000,000 was used for a sewer project. The Note bears interest at 2% per year. Interest only payments were due and payable monthly on the outstanding principal balance, beginning February 19, 2008. Monthly principal and interest payments began when the final draw of funds from the loan was made and continue until maturity on October 1, 2027. The outstanding balance of the loan on December 31, 2025 was $568,643.

In August 2012, the Borough of Bellefonte entered into a guaranty agreement with the Bellefonte Borough Authority and Reliance Savings Bank related to the Guaranteed Sewer Project Note – Series of 2012, which was used to fund constructing additions and energy savings improvements to the sewer plant and to pay related costs and expenses. The Authority incurred lease rental debt to facilitate the repayment of this note. The Note, in the amount of $804,000, has a fixed interest rate of 3.32% per year. Interest only payments were due and payable monthly on the outstanding principal balance, for a period of six months, beginning September 10, 2012. Monthly principal and interest payments began on March 15, 2013 and continue until maturity on February 15, 2028. The outstanding balance at December 31, 2025 was $129,542.

The Borough of Bellefonte also entered into a guaranty agreement with the Bellefonte Borough Authority and U.S. Bank National Association related to the $7,900,000 Guaranteed Sewer Project Bonds – Series of 2016, consisting of Series A for $3,828,000, Series B for $1,300,000, and Series C for $2,772,000. The Series of 2016 was used to refund and retire the Guaranteed Sewer Revenue Bonds – Series of 2011, to undertake a capital project to construct improvements to the sewer facility and to pay related costs and expenses. In entering into this agreement, the Authority incurred lease rental debt to facilitate the repayment of this Bond. The bonds bear a fixed interest rate of 2.67% per annum for the Series A, 2.23% per annum for Series B, and 1.78% per annum for Series C. Interest only payments were due and payable monthly on the outstanding principal balance, for a period of thirty-six months, beginning September 11, 2016 for the Series A portion, with monthly principal and interest installments commencing on September 11, 2019, and continuing until maturity on August 11, 2039. For Series B, monthly principal and interest installments commenced on September 11, 2016, and continue until maturity on August 11, 2023. Interest only payments were due and payable monthly on the outstanding principal balance, for a period of thirty-five months, beginning September 11, 2016 for the Series C portion, with the sole monthly principal and interest installment occurring on August 11, 2019, when it matured.

The maximum amount to be borrowed under the agreement was $3,828,000 for Series A, $1,300,000 for Series B, and $2,772,000 for Series C. The outstanding balance at December 31, 2025 on the Series A portion is $2,618,894; the Series B balance is $0; and Series C balance is $0.

BELLEFONTE BOROUGH AUTHORITY'S LONG TERM DEBT

Business-Type Activities

	2024	2025	Dollar Change	Percentage Change
Bonds Payable	$2,793,612	$2,618,894	($174,718)	- 6.3%
2007 Penn Works Note	900,848	568,643	(332,205)	-36.9%
Revenue Notes Payable	192,403	129,542	(62,861)	-32.7%
Sub-Total	$3,886,863	$3,317,079	($569,784)	-14.7%
Less: Current Portion	(569,281)	(582,908)	(13,627)	- 2.4%
Long-Term Debt Payable	$3,317,582	$2,734,171	($583,411)	-17.6%

Economic Factors Going Forward

The main factor that affects the Authority is the fluctuations in the interest rates.

Requests for Information

This financial report is designed to provide a general overview of the Bellefonte Borough Authority's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Borough Manager, Bellefonte Borough, 301 N Spring St, Suite 200, Bellefonte, PA 16823.

BELLEFONTE BOROUGH AUTHORITY
STATEMENT OF NET POSITION
DECEMBER 31, 2025

	Business-Type Activities
Assets	
Noncurrent Assets:	
Restricted Cash and Cash Equivalents	$ 911,895
Lease Rental Receivable	2,409,268
Total Assets	$3,321,163
Liabilities	
Interest Payable	$ 4,084
Noncurrent Liabilities:	
Due within one year	$ 582,908
Due in more than one year	2,734,171
Total Noncurrent Liabilities	$3,317,079
Total Liabilities	$3,321,163
Net Position	
Restricted for Debt Service related to the Borough of Bellefonte's Water and Sewer Funds	$ 0

See Accompanying Notes and Independent Auditor's Report

BELLEFONTE BOROUGH AUTHORITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

Functions/Programs	Expenses	Program Revenues Operating Grants and Contributions	Net Revenue and Changes in Net Assets Business-Type Activities
Business-Type Activities:			
Water and Sewer	$94,726	$94,726	$0
Net Position - Beginning			$0
Net Position - Ending			$0

See Accompanying Notes and Independent Auditor's Report

BELLEFONTE BOROUGH AUTHORITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2025

Assets	
Noncurrent Assets:	
Restricted Cash and Cash Equivalents	$ 911,895
Rental Receivable	2,409,268
Total Assets	$3,321,163
Liabilities	
Current Liabilities:	
Interest Payable	$ 4,084
Guaranteed Sewer Revenue Bonds - Current	179,446
Guaranteed Sewer Project Note - Current	64,551
Penn Works Guaranteed Sewer Revenue Note - Current	338,911
Total Current Liabilities	$ 586,992
Noncurrent Liabilities:	
Guaranteed Sewer Revenue Bonds, Net of Current Portion	$ 229,732
Guaranteed Sewer Project Note, Net of Current Portion	64,991
Penn Works Guaranteed Sewer Revenue Note, Net of Current Portion	2,439,448
Total Noncurrent Liabilities	$2,734,171
Total Liabilities	$3,321,163
Net Position	
Restricted for Debt Service related to the Borough of Bellefonte's Water and Sewer Funds	$ 0

See Accompanying Notes and Independent Auditor's Report

BELLEFONTE BOROUGH AUTHORITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Business-Type Activities
Operating Revenues	$ 0
Operating Expenses	$ 0
Operating Income (Loss)	$ 0
Nonoperating Revenues (Expenses)	
Intergovernmental	$ 58,075
Interest Income	36,651
Interest Expense	(93,526)
Administrative Fees	(1,200)
Total Nonoperating Revenues (Expenses)	$ 0
Change in Net Assets	$ 0
Net Position - Beginning	$ 0
Net Position - Ending	$ 0

See Accompanying Notes and Independent Auditor's Report

BELLEFONTE BOROUGH AUTHORITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Business-Type Activities
Cash Flows from Operating Activities	
Payment From Administrative Fees	$ 0
Cash Flows from Capital and Related Financing Activities	
Interest Paid on Debt	$ 0
Bond Principal Paid	0
Intergovernmental Revenue Paid (Net)	0
Net Cash Provided by Capital and Related Financing Activities	$ 0
Cash Flows from Investing Activities	
Interest Received	$ 36,651
Net Increase in Cash and Cash Equivalents	$ 36,651
Cash Balance – Beginning	$875,244
Cash Balance – Ending	$911,895
Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	$ 0
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
Net Cash Provided by Operating Activities	$ 0

Noncash Transactions

$93,885 of interest and $569,784 principal for the noncurrent liabilities were paid directly by the Bellefonte Borough.

See Accompanying Notes and Independent Auditor's Report

I. Summary of Significant Accounting Policies

A. Introduction

The financial statements of the Bellefonte Borough Authority have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the Authority are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments. One of the significant changes in the Statement includes, for the first time, that the financial statements include a Management's Discussion and Analysis (MD&A) providing an analysis of the Authority's overall financial position and results of operations, and a change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements) as of December 31, 2025.

The accounting and reporting framework and the more significant accounting principles and practices of the Bellefonte Borough Authority are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide explanations, including required disclosures, of the Authority's financial activities for the year ended December 31, 2025.

B. Financial Reporting Entity

1. Reporting Entity

The Bellefonte Borough Authority is an authority established by the Borough of Bellefonte under the laws of the Commonwealth of Pennsylvania, pursuant to the Municipality Authorities Act of 1945, as amended. The Authority has been used as a financing vehicle for constructing, constructing additions, and making alterations and improvements to the water and sewer systems utilized by the Borough of Bellefonte and portions of the surrounding townships. These financial statements are restricted to the activities of the Authority, which are governed by the Trust Indenture dated as of December 1, 2002. The Trust Indenture was entered into for the purpose of building additions and making improvements to the sewage treatment plant and the sanitary sewer system, which is operated by the Borough of Bellefonte and for the refinancing of the Bond Issue of 1996. The Bellefonte Borough Authority is a component unit of the Borough of Bellefonte.

There are no component units to be included in these financial statements.

2. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the Authority.

I. **Summary of Significant Accounting Policies** (Continued)

B. 2. **Government-Wide Financial Statements** (Continued)

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include operating grants and contributions, which finance annual operating activities, including restricted investment income and lease rental income. These revenues are subject to externally imposed restrictions to these program uses.

Fund Financial Statements

Fund financial statements are provided for proprietary funds. Major individual enterprise funds are reported as separate columns with composite columns.

3. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Proprietary fund financial statements also report using the same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Lease rentals are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. In addition, lease rentals are adjusted annually to balance assets and liabilities.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary, continuing operations of the fund. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. All revenues and all other expenses are classified as non-operating in the financial statements.

When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first, and then unrestricted resources as they are needed.

4. **Fund Types and Major Funds**

Proprietary Funds

The Authority reports the water and sewer fund as its only fund.

C. **Assets**

1. **Cash and Investments**

Pennsylvania statutes provide for investment of Authority funds into certain authorized investment types including United States Treasury Securities; Securities of Pennsylvania or any political subdivision and insured or collateralized time deposits and certificates of deposit. The statue also permits the pooling of governmental funds for investment purposes.

I. Summary of Significant Accounting Policies (Continued)

C. 2. Lease Rental Receivable

For each fiscal year during the term of the lease, the Borough shall pay to the Authority, on or before May 25 and November 25 of each fiscal year, a minimum net rental consisting of $5,000 plus 110% of the interest coming due on the next semiannual payment date plus one-half of the principal payment coming due on the next December 1. The Borough shall also pay an additional rental on said dates in an amount sufficient to repair any deficiency in the debt service reserve fund.

3. Long-Term Debt

In the government-wide and proprietary financial statements, outstanding debt is reported as a liability in the business-type activities and proprietary fund statements.

II. Stewardship, Compliance, and Accountability

A. Compliance

The Borough failed to pay to the Authority the required amounts of lease rental during the current year. As mentioned above, for each fiscal year during the term of the lease, the Borough shall pay to the Authority, on or before May 25 and November 25 of each fiscal year, a minimum net rental consisting of $5,000 plus 110% of the interest coming due on the next semiannual payment date plus one-half of the principal payment coming due on the next December 1. The amount paid represented only the amount of interest and principal currently due.

III. Detailed Notes on Funds

A. Assets

1. Deposits and Investments

The Authority's book and bank balances for cash at year end totaled $1,791 and $1,791, respectively, of which $1,791 was insured by the Federal Depository Insurance Corporation. The remainder was covered by collateral held in the pledging bank's trust department, but not in the Borough's name.

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure the Authority's deposits may not be returned or the Authority will not be able to recover collateral securities in the possession of an outside party.

Deposits of the Authority are insured or collateralized with securities held by the counterparty, or by the pledging financial institution's trust department or agent, but not in the name of the Authority.

III. Detailed Notes on Funds (Continued)

A. 1. Deposits (Continued)

The Authority's investments, which are classified as cash equivalents, are categorized below to give an indication of the level of risk assumed by the Authority at year end. Category 1 includes investments that are insured or registered, or for which the securities are held by the Authority or its agent in the Authority's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparties trust department or agent in the Authority's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent, but not in the Authority's name.

	------- Category -------			Carrying	Market
	1	2	3	Amount	Value
Federated Government Obligations	$0	$0	$910,105	$910,105	$910,105

Investments

As of December 31, 2025, the Authority had no investments.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes.

2. Lease Rental Receivables

Lease rental receivables consist of amounts due from the Borough for the eventual payment of bond principal and interest. The amount recognized as a receivable was limited to the amount necessary to balance the assets and liabilities of the Authority.

B. Liabilities

1. 2007 Penn Works Guaranteed Sewer Revenue Note

On September 14, 2007, the Commonwealth of Pennsylvania, acting by and through the Department of Community and Economic Development (the Department) entered into a loan and pledge agreement with the Bellefonte Borough Authority, in which the Department agreed to make a $5,000,000 loan to the Authority for a Sewer Project.

The Authority, in entering into this agreement, is incurring lease rental debt in order to facilitate the repayment of this note. The note bears interest at 2% per annum. Interest only payments were due and payable monthly on the outstanding principal balance, beginning February 19, 2008. Monthly principal and interest installments commenced when the final draw of funds from the loan was made and continue until maturity on October 1, 2027.

III. Detailed Notes on Funds (Continued)

B. 1. 2007 Penn Works Guaranteed Sewer Revenue Note (Continued)

Debt service to maturity on the amount outstanding as of December 31, 2025 is as follows:

Year Ended December 31	Principal	Interest	Total
2026	$338,911	$ 8,277	$347,188
2027	229,732	1,727	231,459
	$568,643	$10,004	$578,647

2. Guaranteed Sewer Project Note - Series of 2012

On August 15, 2012, the Borough of Bellefonte entered into a guaranty agreement with the Bellefonte Borough Authority and Reliance Savings Bank related to the $804,000 Guaranteed Sewer Project Note - Series of 2012, which was used to fund constructing additions and energy savings improvements to the Sewer System and to pay related costs and expenses.

The Authority, in entering into this guaranty agreement, incurred lease rental debt to facilitate the repayment of this note. The Note bears a fixed interest rate of 3.32% per annum. Interest only payments were due and payable monthly on the outstanding principal balance, for a period of six months, beginning September 10, 2012. Monthly principal and interest installments commenced on March 15, 2013, and continue until maturity on February 15, 2028.

The maximum amount to be borrowed under this agreement was $804,000.

Debt service to maturity on the amount outstanding as of December 31, 2025 is as follows:

Year Ended December 31	Principal	Interest	Total
2026	$ 64,551	$3,801	$ 68,352
2027	64,991	3,361	68,352
	$129,542	$7,162	$136,704

B. 3. Guaranteed Sewer Revenue Bonds - Series of 2016

On August 11, 2016, the Borough of Bellefonte entered into a guaranty agreement with the Bellefonte Borough Authority and U.S. Bank National Association related to the $7,900,000 Guaranteed Sewer Project Bonds - Series of 2016, consisting of Series A for $3,828,000, Series B for $1,300,000, and Series C for $2,772,000. The Series of 2016 was used to currently refund and retire the Guaranteed Sewer Revenue Bonds - Series of 2011, to undertake a capital project to construct improvements to the sewer facility, and to pay related costs and expenses.

III. Detailed Notes on Funds (Continued)

B. 3. Guaranteed Sewer Revenue Bonds - Series of 2016 (Continued)

The Authority, in entering into this guaranty agreement, incurred lease rental debt to facilitate the repayment of this Bond. The Bonds bear a fixed interest rate of 2.67% per annum for the Series A, 2.23% per annum for Series B, and 1.78% per annum for Series C. Interest only payments were due and payable monthly on the outstanding principal balance, for a period of thirty-six months, beginning September 11, 2016 for the Series A portion, with monthly principal and interest installments commencing on September 11, 2019, and continuing until maturity on August 11, 2039. For Series B, monthly principal and interest installments commenced on September 11, 2016, and continue until maturity on August 11, 2023. Interest only payments were due and payable monthly on the outstanding principal balance, for a period of thirty-five months, beginning September 11, 2016 for the Series C portion, with the sole monthly principal and interest installment occurring on August 11, 2019 when it matured.

The maximum amount to be borrowed under the agreement was $3,828,000 for Series A, $1,300,000 for Series B, and $2,772,000 for Series C. The outstanding balance on the Series A portion is $2,618,894.

Debt service to maturity on the amount outstanding as of December 31, 2025 is as follows:

Year Ended December 31,	Series A Principal	Series A Interest	Series A Total
2026	$ 179,446	$ 68,682	$ 248,128
2027	184,365	63,763	248,128
2028	189,250	58,878	248,128
2029	194,605	53,523	248,128
2030	199,940	48,188	248,128
2031	205,419	42,709	248,128
2032	210,942	37,186	248,128
2033	216,832	31,296	248,128
2034	222,775	25,353	248,128
2035	228,881	19,247	248,128
2036	235,113	13,015	248,128
2037	241,599	6,529	248,128
2038	109,727	995	110,722
	$2,618,894	$469,364	$3,088,258

III. Detailed Notes on Funds (Continued)

B. 4. Long-Term Debt Summary

The following is a summary of changes in long-term debt for the year ending December 31, 2025.

	January 1, 2025	Additions	Retirements	December 31, 2025	Due With One Year
Penn Works- Guaranteed Sewer Revenue Note - 2007 Series	$ 900,848	$0	($332,205)	$ 568,643	$338,911
Guaranteed Sewer Project Note - Series of 2012	192,403	0	(62,861)	129,542	64,551
Guaranteed Sewer Revenue Bonds - Series of 2016	2,793,612	0	(174,718)	2,618,894	179,446
	$3,886,863	$0	($569,784)	$3,317,079	$582,908

IV. Other Information

A. 1. Risk Management

The Authority, through the Borough of Bellefonte, maintains insurance coverage for risks of loss from tort actions, workers' compensation, employee life and disability, unemployment, and other potential claims arising from legal actions. There have been no significant reductions in insurance coverage during the year under audit. The insurance coverage is evaluated by the Authority on an annual basis. There are no liabilities for unpaid claims included in these financial statements.

2. Subsequent Events

The date to which events after December 31, 2025, the date of the most recent Statement of Net Position, have been evaluated by management for possible adjustment to the financial statements or disclosure is May 7, 2026, which is the date on which the financial statements were available to be issued.

WATER FUND

QUICK FACTS:

- ✓ The Bellefonte Borough Authority sets the customer rates.
- ✓ Bellefonte Borough was established in 1795 around a natural spring, which is known today as "The Big Spring". The Big Spring is Bellefonte's water source for our public water system.
- ✓ Water Systems are highly regulated by PA Department of Environmental Protection and the U.S. EPA.
- ✓ Water system personnel, known as system operations specialists, must have and maintain certifications related to the water system they work in.
- ✓ The Authority plans to commence a project in 2026 to replace the Big Spring Cover and install hardscaping, landscaping, and additional features to improve and protect the site.

WATER FUND
DETAILED CURRENT YEAR AND 2026 FINAL BUDGET

Acct #	Revenue		2024 Actual	2025 Budget	2025 Projected	2026 Budget
331.500	Penalty Revenue		$9	$0	$0	$0
341.010	Interest Income - Ckg, Svgs		$1,584	$250	$7,964	$7,500
341.020	Interest Income-Sweep Acct		$50,995	$48,000	$42,882	$40,000
342.401	Rental Income - Shentel		$600	$6,000	$6,000	$6,000
378.000	Water Collections Revenue		$1,487,718	$1,519,545	$1,568,711	$1,981,645
378.001	Sale of Bulk Water Revenue		$57,418	$59,000	$42,439	$40,000
378.002	CW Line Capital Projects Revenue		$14,110	$13,700	$15,575	$15,000
378.122	Bulk Water Revenue-Niagara-Howard Plant		$76,864	$68,000	$75,838	$73,000
378.700	Bulk Water Revenue - Milesburg		$49,123	$45,000	$56,396	$48,000
378.901	Meter/Pit/Etc Sales Revenue		$8,819	$3,000	$14,723	$3,000
378.903	Vacancy Application Revenue		$390	$250	$300	$210
378.904	Water On/Off Fee Revenue		$120	$120	$360	$120
378.905	Services Provided by Water Dept		$402	$400	$576	$400
378.906	Posting Fee Revenue		$935	$400	$2,310	$750
383.400	Capacity Fees & Assessments Rev		$73,651	$15,180	$59,366	$19,090
389.000	Miscellaneous Revenue		$778	$50	$5,590	$250

389.003	Fee Revenue	$60	$20	$80	$20
391.100	Sale of Fixed Assets Revenue	$16,410	$1,000	$5,000	$0
	Subtotal - Revenue	$1,839,985	$1,779,915	$1,904,110	$2,234,985
392.008	Transfer in from Sewer	$13,261	$0	$0	$0
392.096	Transfer in from Health Ins Fund	$0	$0	$0	$1,655
	Subtotal - Transfers In	$13,261	$0	$0	$1,655
399.001	Use of Fund Balance	$0	$651,000	$0	$791,000
	Total Revenue & Transfers In	$1,853,246	$2,430,915	$1,904,110	$3,027,640
Acct #	**Expenses**	**2024 Actual**	**2025 Budget**	**2025 Projected**	**2026 Budget**
448.112	Salary Expense	$384,016	$428,000	$415,282	$510,500
448.143	Reimburse from WC/Disability	$0	$0	$1,000	$0
448.180	Overtime Wages Expense	$23,262	$30,000	$20,661	$27,500
448.190	Other Benefits Expense	$0	$0	$50	$0
448.191	Work boots Expense	$1,302	$2,400	$2,800	$2,800
448.192	Social Security Expense	$30,047	$35,000	$32,550	$40,250
448.193	Enrollment/Admin Exp-Retirement	$20	$175	$139	$175
448.196	Health Insurance Expense	$56,816	$35,000	$60,391	$116,000
448.197	Retirement Expense	$11,181	$38,000	$32,438	$42,225
448.198	Health Care Expense - In House	$4,094	$6,500	$5,405	$6,200
448.199	Life Insurance Expense	$881	$920	$905	$1,070
448.210	Office Supplies Expense	$942	$900	$895	$1,000
448.215	Postage Expense	$2,904	$2,600	$3,605	$3,700
448.221	Chemical Expense	$25,003	$27,000	$27,943	$29,500
448.231	Fuel Expense	$11,136	$12,750	$10,213	$12,000
448.238	Clothing & Uniform Expense	$2,411	$3,100	$2,817	$3,200
448.246	Repair/Maint/Misc Supp Exp	$17,717	$27,500	$32,600	$31,500
448.249	Computer Software Expense	$11,861	$11,750	$8,758	$11,000
448.251	Vehicle & Equip Maint Expense	$22,942	$28,500	$20,470	$22,000
448.253	Repairs to Water System Exp	$58,975	$70,000	$47,783	$70,000
448.254	Pump Maint/Repairs Expense	$139	$3,500	$12,251	$11,000

448.255	Water Meter Maint/Replace Exp		$92,945	$340,000	$205,089	$200,000
448.260	Tools & Minor Equipment Expense		$5,753	$5,000	$3,690	$4,500
448.311	Audit Expense		$6,800	$7,100	$7,100	$7,400
448.313	Engineering Expense		$36,763	$35,000	$35,457	$39,000
448.314	Legal Expense		$4,042	$4,000	$3,133	$4,000
448.316	Water Testing Expense		$10,125	$11,000	$7,227	$11,000
448.317	Data Processing Expense		$975	$1,700	$1,699	$1,850
448.318	Service Agreement Expense		$2,638	$3,600	$3,700	$3,850
448.319	Pest Control Expense		$1,104	$1,200	$1,012	$1,200
448.320	IT Services Expense		$2,401	$5,000	$4,549	$4,500
448.321	Telephone Expense		$5,024	$5,300	$4,860	$5,300
448.324	Cell Phone/IPAD Expense		$3,606	$3,900	$3,770	$3,900
448.325	Internet Expense		$7,087	$7,750	$9,093	$10,500
448.329	SCADA System Expense		$7,773	$9,500	$12,735	$14,750
448.331	Travel Expense		$39	$50	$0	$50
448.341	Advertising Expense		$149	$350	$246	$350
448.342	Printing Expense		$1,214	$500	$97	$500
448.344	Copy Expense		$490	$275	$99	$275
448.351	Commercial Ins Expense		$35,285	$41,000	$41,000	$40,000
448.354	Workers Comp Ins Expense		$22,000	$17,750	$17,750	$19,750
448.361	Electricity Expense		$219,839	$218,500	$253,971	$450,000
448.362	Heating Oil Exp - Pump House		$761	$3,500	$2,582	$3,200
448.375	Maint of Water Tanks Expense		$0	$20,000	$0	$20,000
448.376	Maint of Pump Houses Expense		$526	$3,000	$888	$3,000
448.377	Maintenance of Reservoir Expense		$440	$21,000	$1,415	$15,000
448.378	Maint of Streets Expense		$32,165	$35,000	$34,998	$34,000
448.384	Equipment Rental Expense		$0	$1,000	$0	$1,000
448.399	Lease Payments Expense		$2,184	$0	$8,140	$13,645
448.420	Dues/Membership/Sub Expense		$536	$1,000	$881	$1,000
448.450	Contracted Services Expense		$9,532	$15,500	$19,115	$15,000
448.460	Training/Meeting Expense		$3,670	$4,200	$4,210	$4,500
448.470	CDL/Other License Expense		$225	$225	$100	$3,600
448.471	Drug Testing Expense		$206	$350	$180	$250
448.473	Operators License Fee Expense		$630	$120	$362	$150
448.474	Repairs to Personal Property Exp		$0	$1,000	$1,003	$1,000

448.475	Other Fees Expense		$10,272	$11,000	$10,351	$11,000
448.478	Sales Tax Expense		$760	$250	$808	$1,000
448.480	Service Line Inventory Expense		$0	$0	$0	$100,000
	Subtotal - Operating Expenses		$1,193,606	$1,599,215	$1,440,266	$1,991,640
			-	-	-	-
448.700	Capital Expenditures		$0	$402,000	$139,965	$271,000
448.701	Capital Expenditures - Water Lines		$0	$315,000	$64,827	$640,000
	Subtotal - Capital Expenses		$0	$717,000	$204,792	$911,000
492.001	Transfer to General Fund		$110,000	$100,000	$100,000	$110,000
492.095	Transfer to Capital Projects		$0	$0	$0	$0
492.095	Transfer to Capital Projects - CW		$15,250	$14,700	$14,700	$15,000
			-	-	-	-
	Subtotal - Transfers		$125,250	$114,700	$114,700	$125,000
			-	-	-	-
	Total Expenses & Transfers		$1,318,856	$2,430,915	$1,759,757	$3,027,640
	Net Income/(Loss)		$534,390	$0	$144,353	$0

WASTEWATER FUND

QUICK FACTS:

- ✓ The Bellefonte Borough Authority sets the customer rates.
- ✓ The Bellefonte Borough Authority will consider any rate changes at their December meeting.
- ✓ Wastewater systems are highly regulated by PA Department of Environmental Protection and U.S. EPA.
- ✓ Major upgrades have been accomplished to meet mandates and to replacing aging processes.
- ✓ The Bellefonte Wastewater Treatment Plant is staffed 24/7/365.
- ✓ The Wastewater Treatment Plant serves the Nittany Valley region through an agreement with the neighboring collection authority.

WASTEWATER FUND
DETAILED CURRENT YEAR AND 2026 FINAL BUDGET

Acct #	Revenue	2024 Actual	2025 Budget	2025 Projected	2026 Budget
341.005	Interest Income - Money Market	$57,157	$47,000	$54,655	$50,000
341.010	Interest Income-Checking	$1,381	$175	$6,751	$5,000
364.110	Sewer Collection Revenue	$1,905,725	$1,847,000	$1,909,423	$2,223,145
364.111	Sewer Capital Improvements Rev	$15,000	$15,000	$15,000	$15,000
364.171	Surcharge Revenue	$1,940	$1,200	$1,413	$1,200
364.172	Pretreatment Revenue	$4,035	$2,800	$4,902	$3,775
364.174	Waste Disposal Revenue	$112,364	$84,000	$110,590	$100,000
364.180	Bulk Water Loads Revenue	$3,368	$2,500	$3,471	$3,000
364.901	Bulk Hauling Permit Revenue	$120	$120	$120	$120
364.904	Capital Improvements - SBW	$120,522	$241,500	$154,409	$147,000
364.905	Operating - Spring Benner Walker	$1,689,158	$1,763,200	$1,783,504	$1,907,700
364.910	Sewer Dye Test Revenue	$0	$0	$0	$400
383.400	Tap Fees & Assessments Revenue	$13,296	$0	$0	$0
389.000	Miscellaneous Revenue - Facility	$2,349	$0	$0	$0

391.100	Sale of Fixed Assets Revenue-Fac	$0	$0	$1,650	$0
	Subtotal - Revenue	$3,926,415	$4,004,495	$4,045,887	$4,456,340
392.096	Transfer in from Health Ins Fund	$0	$0	$0	$4,325
399.001	Use of Fund Balance	$0	$47,685	$0	$250,000
	Total Revenue & Transfers In	$3,926,415	$4,052,180	$4,045,887	$4,710,665
Acct. #	**Expenses**	**2024 Actual**	**2025 Budget**	**2025 Projected**	**2026 Budget**
429.112	Salary Expense	$667,606	$782,500	$753,073	$832,000
429.112.A	Salary Expense - System	$52,123	$57,500	$53,499	$62,500
429.180	Overtime Wages Expense-Facility	$35,016	$35,000	$34,665	$35,500
429.180.A	Overtime Wages Expense- System	$607	$1,500	$843	$1,500
429.191	Workboots Expense	$2,209	$4,800	$4,385	$4,800
429.192	Social Security Expense	$51,765	$62,500	$58,761	$64,000
429.192.A	Social Security Expense - System	$3,923	$4,500	$4,049	$4,875
429.193	Enrollment/Admin Expense-Retire	$40	$210	$246	$210
429.194	Unemployment Comp Expense	$8,614	$0	$1,008	$0
429.196	Health Insurance Expense-Facility	$139,101	$205,000	$140,464	$156,000
429.196.A	Health Insurance Expense - System	$8,487	$7,750	$6,362	$14,500
429.197	Retirement Expense	$43,255	$75,000	$43,767	$62,800
429.197.A	Retirement Expense - System	$4,888	$5,900	$5,569	$5,850
429.198	Health Care Expense - In House	$4,666	$10,150	$8,790	$9,500
429.199	Life Insurance Expense-Facility	$1,665	$1,950	$1,699	$1,800
429.199.A	Life Insurance Expense-System	$118	$125	$105	$125
429.210	Office Supplies Expense-Facility	$1,251	$1,100	$1,095	$1,100
429.210.A	Office Supplies Expense-System	$200	$150	$142	$175
429.215	Postage Expense-Facility	$265	$200	$135	$200
429.215.A	Postage Expense - System	$1,239	$1,500	$1,832	$1,800
429.217	Shipping Fees Expense - Facility	$35	$150	$137	$150
429.217.A	Shipping Fees Expense - System	$0	$25	$673	$25
429.221	Chemical Expense	$190,679	$245,000	$220,165	$357,210

429.225	Laboratory Supplies Expense	$6,435	$7,000	$5,854	$6,500
429.231	Fuel Expense-Facility	$6,081	$7,000	$6,943	$7,300
429.231.A	Fuel Expense-System	$1,036	$1,500	$1,560	$1,675
429.238	Clothing & Uniform Expense	$4,078	$4,750	$3,779	$4,750
429.248	Computer Software Expense - Fac	$1,141	$1,200	$1,200	$1,300
429.248.A	Computer Software Expense - Sys	$8,008	$8,400	$8,458	$8,900
429.249	Materials & Supplies Expense - Fac	$3,329	$2,000	$3,261	$2,000
429.249.A	Materials & Supplies Expense - Sys	$2,019	$3,000	$10,138	$3,000
429.251.A	Vehicle Maintenance Exp-System	$1,911	$1,000	$58,658	$1,000
429.252	Equipment Maint Expense - Facility	$146,616	$190,000	$189,488	$205,000
429.252.A	Equipment Maint Expense - System	$13,394	$10,000	$4,662	$10,000
429.257	Facility Maintenance Expense	$32,013	$31,000	$26,997	$31,500
429.258.A	System Maintenance Expense	$6,511	$30,000	$4,599	$30,000
429.260	Minor Equipment Expense- Facility	$2,505	$4,000	$3,395	$4,000
429.260.A	Minor Equipment Expense- System	$1,084	$1,500	$1,269	$1,500
429.276	Service Contract Expense - Facility	$33,395	$34,000	$33,375	$31,300
429.310.A	I & I Expense - System	$16,200	$30,000	$0	$30,000
429.311	Audit Expense	$8,300	$8,800	$8,800	$9,000
429.313	Engineering Expense- Facility	$76,565	$100,000	$93,165	$135,000
429.313.A	Engineering Expense - System	$0	$500	$0	$500
429.314	Legal Expense-Facility	$7,657	$3,000	$1,525	$3,000
429.314.A	Legal Expense-System	$3,906	$3,100	$5,761	$5,500
429.316	Analytical Testing Expense	$38,343	$47,500	$49,240	$47,000
429.317	Data Processing Expense	$1,205	$1,475	$1,471	$1,550
429.319	Pest Control Expense	$528	$575	$528	$575
429.320	IT Services Expense - Fac	$12,217	$9,500	$7,747	$9,500
429.320.a	IT Services Expense - Sys	$0	$250	$0	$250
429.321	Telephone Expense-Facility	$1,500	$2,000	$1,665	$2,000
429.321.A	Telephone Expense-System	$1,408	$1,750	$790	$1,400
429.324	Cell Phone Expense-Facility	$2,665	$3,000	$2,359	$2,650
429.324.A	Cell Phone Expense-System	$180	$180	$180	$240
429.325	Internet Expense	$2,071	$2,250	$2,247	$2,350
429.329	SCADA System Maint - Facility	$0	$0	$1,679	$2,200
429.331	Travel Expense - Facility	$0	$25	$0	$50
429.331.A	Travel Expense - System	$0	$25	$53	$50

429.341	Advertising Expense	$451	$500	$1,534	$2,000
429.342	Printing Expense - Facility	$193	$200	$173	$200
429.342.A	Printing Expense - System	$751	$300	$150	$300
429.344	Copy Expense - Facility	$281	$300	$183	$300
429.344.A	Copy Expense - System	$103	$100	$75	$100
429.350	Insurance Expense	$2,113	$2,300	$2,265	$2,450
429.351	Commercial Insurance Expense	$65,497	$66,000	$66,000	$63,000
429.354	Workers Comp Insurance Exp-Fac	$34,001	$31,200	$31,200	$31,000
429.354.A	Workers Comp Insurance Exp-Sys	$2,200	$2,250	$2,250	$2,300
429.361	Electricity Expense	$317,150	$338,750	$338,886	$597,000
429.362	Natural Gas Expense	$9,609	$10,500	$14,726	$15,900
429.365	Disposal of Sludge Expense	$0	$0	$42,535	$15,000
429.366	Water Expense	$0	$0	$0	$200,000
429.372.A	Sewer Line Maint Expense - System	$220	$0	$0	$0
429.374	Copier Rental/Maintenance Exp	$657	$1,400	$1,320	$1,320
429.378.A	Maintenance of Streets Exp - System	$6,298	$18,000	$2,916	$18,000
429.384	Equipment Rental Expense-Facility	$2,499	$2,500	$0	$2,000
429.384.A	Equipment Rental Expense-System	$0	$500	$0	$500
429.399	Lease Payment Exp - Facility	$1,008	$13,205	$13,206	$7,705
429.399.A	Lease Payment Exp - System	$372	$0	$8,140	$8,140
429.420	Dues/Member/Sub Expense-Fac	$518	$550	$891	$1,000
429.420.A	Subscription Expense - System	$17	$30	$17	$30
429.450	Contracted Services Expense-Fac	$175	$3,000	$0	$4,500
429.450.A	Contracted Services Expense-Sys	$1,960	$15,000	$11,318	$20,000
429.460	Training Expense	$3,925	$17,000	$1,815	$6,000
429.469	Biosolids Recycling Expense	$62,159	$71,000	$79,210	$100,800
429.470	CDL/Other License Expense	$1,478	$1,500	$353	$1,000
429.471	Drug Testing Expense	$96	$200	$150	$200
429.472	Permit Fees Expense	$3,875	$4,000	$4,075	$4,150
429.473	Operators License Fee Expense-Fac	$360	$1,000	$510	$1,500
429.473.A	Operators License Fee Expense-Sys	$100	$180	$120	$60
429.475.A	Repairs to Personal Property Exp-Sys	$2,500	$2,000	$7,836	$4,000
429.476	Other Fees Expense	$999	$1,100	$297	$1,100

429.905	Miscellaneous Expense-Facility	$0	$50	$0	$50
472.403.A	Penn Works Loan Principal Expense	$325,633	$332,205	$332,205	$338,910
472.404.A	Penn Works Loan Interest Expense	$21,555	$14,985	$14,983	$8,280
472.405.A	Reliance Loan Principal Expense	$66,366	$62,455	$62,832	$65,035
472.406.A	Reliance Loan Interest Expense	$7,682	$5,900	$5,523	$3,320
472.411.A	Northwest Loan #3892 Principal Exp	$169,830	$175,130	$174,884	$180,100
472.412.A	Northwest Loan #3892 Interest Exp	$78,299	$73,000	$73,247	$68,055
475.000.A	Trustee Fee Expense	$1,100	$1,100	$1,200	$1,200
	Subtotal - Operating Expenses	$2,852,086	$3,322,180	$3,179,333	$3,795,665
429.700.C	Capital Expenditures - Facility	$278,371	$575,000	$422,650	$350,000
429.705.A	Capital Expenditures - System	$0	$0	$319,351	$200,000
		-	-	-	-
	Subtotal - Capital Expenses	$278,371	$575,000	$742,001	$550,000
492.001.B	Transfer to General Fund	$150,000	$140,000	$140,000	$150,000
492.006	Transfer to Water Fund	$13,261	$0	$0	$0
492.095.B	Transfer to Capital Projects Fund	$27,000	$0	$0	$0
492.095.B	Transfer to Capital Projects Fund-Capital Improvements	$0	$15,000	$15,000	$15,000
	Subtotal - Transfers Out	$190,261	$155,000	$155,000	$165,000
	Total Expenses and Transfers Out	$3,320,717	$4,052,180	$4,076,334	$4,710,665