

*In the opinion of Ice Miller LLP, Indianapolis, Indiana, Bond Counsel, under existing laws, regulations, judicial decisions and rulings, interest on the Bonds is not excludable from gross income for Federal tax purposes. However, interest on the Bonds is exempt from income taxation in the State of Indiana. See "TAX MATTERS" and "Appendix C."*

**\$57,020,000**  
**INDIANA BOND BANK**  
**TAXABLE SCHOOL PROGRAM BONDS, SERIES 2010**  
**(QSCB PROGRAM)**

**Dated:** Date of Delivery

**Due** as shown herein

The Indiana Bond Bank Taxable School Program Bonds, Series 2010 (QSCB PROGRAM) (the "Bonds") are issuable only as fully registered bonds and will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). Purchases of beneficial interests in the Bonds will be made in book-entry-only form, in the denomination of \$5,000 and integral multiples thereof. Purchasers of beneficial interests in the Bonds (the "Beneficial Owners") will not receive physical delivery of certificates representing their interests in the Bonds. The principal of and interest on the Bonds will be paid directly to DTC by The Bank of New York Mellon Trust Company, N.A., Indianapolis, Indiana, as trustee (the "Trustee") under a Trust Indenture, dated as of December 1, 2010 (the "Indenture"), as defined and described herein, so long as DTC or its nominee is the registered owner of the Bonds. The final disbursement of such payments to the Beneficial Owner of the Bonds will be the responsibility of the DTC Direct Participants and the Indirect Participants, all as defined and more fully described herein under "THE BONDS - Book-Entry-Only System."

The Bonds are authorized by a resolution adopted by the Board of Directors of the Indiana Bond Bank (the "Bond Bank") and are issued under and secured by the Indenture, all pursuant to the laws of the State of Indiana (the "State"), particularly Indiana Code 5-1.5 (the "Act"), for the purpose of providing funds to purchase bonds (the "Qualified Obligations") issued by certain Indiana school corporations (the "School Corporations") and not for profit school building corporations organized under Indiana law (the "Building Corporations" and collectively with the School Corporations, the "Qualified Entities") which are authorized under Indiana law to issue the Qualified Obligations to fund the construction, renovation of and improvements to school buildings. (See "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS - The Qualified Entities and the Qualified Obligations"). Each of the Qualified Entities has been authorized by the Indiana Department of Education, in accordance with the authority granted by the Indiana Finance Authority, to issue "qualified school construction bonds ("QSCB") pursuant to the authority granted by Sections 54A and 54F of the Internal Revenue Code of 1986, as amended (the "Code"), and each of the Qualified Entities has designated and issued the Qualified Obligations as QSCBs. The Qualified Obligations, and any leases related thereto, are payable by the Qualified Entities from ad valorem taxes to be collected on all taxable property within the boundaries of the School Corporations, and are paid directly to a paying agent or trustee for the Qualified Entity who remits such payments directly to the Trustee (the "Qualified Obligation Payments"). The principal of, premium, if any, and interest on the Bonds are payable from the proceeds of Qualified Obligation Payments and other moneys held under the Indenture.

Interest on the Bonds is payable on January 15 and July 15 of each year beginning July 15, 2011 (each, an "Interest Payment Date"). The Bonds mature as set forth on the inside front cover hereof. For federal income tax purposes, interest on the Bonds will be included in gross income of the Owners of the Bonds. See "THE BONDS and "TAX MATTERS", herein.

The Bonds are subject to optional and mandatory sinking fund redemption prior to maturity as described herein. The Bonds are also subject to extraordinary mandatory redemption and extraordinary optional redemption prior to maturity. See "THE BONDS - Redemption."

The Bonds are payable by the Bond Bank solely from the revenues and other funds of the Bond Bank pledged therefore under the Indenture. Such revenues and funds include the Qualified Obligation Payments. See "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS."

THE BONDS ARE LIMITED OBLIGATIONS OF THE BOND BANK PAYABLE SOLELY OUT OF THE REVENUES AND FUNDS OF THE BOND BANK PLEDGED THEREFORE UNDER THE INDENTURE, AS MORE FULLY DESCRIBED HEREIN. THE BONDS DO NOT CONSTITUTE A GENERAL OR MORAL OBLIGATION OF THE BOND BANK OR THE STATE, AND A DEBT SERVICE RESERVE WILL NOT BE MAINTAINED BY THE BOND BANK FOR THE BONDS. THE BONDS DO NOT CONSTITUTE A DEBT, LIABILITY OR LOAN OF THE CREDIT OF THE STATE OF INDIANA OR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING ANY QUALIFIED ENTITY, UNDER THE CONSTITUTION AND LAWS OF THE STATE OR A PLEDGE OF THE FAITH, CREDIT AND TAXING POWER OF THE STATE OR ANY POLITICAL SUBDIVISION THEREOF, INCLUDING ANY QUALIFIED ENTITY. THE BOND BANK HAS NO TAXING POWER.

The Bonds are being offered by City Securities Corporation and Morgan Keegan & Company, Inc. (the "Underwriters"), when, as and if issued by the Bond Bank and received by the Underwriters subject to prior sale, withdrawal or modification of the offer without notice, and to the approval of legality by Ice Miller LLP, Indianapolis, Indiana, Bond Counsel. Certain legal matters will be passed on for the Bond Bank by its General Counsel, Barnes & Thornburg LLP, Indianapolis, Indiana, and for the Underwriter by its counsel, Bose McKinney & Evans LLP, Indianapolis, Indiana. It is expected that the Bonds in definitive form will be available for delivery to DTC in New York, New York, on or about December 9, 2010.



**Morgan Keegan**

<b>\$57,020,000</b>
<b>INDIANA BOND BANK</b>
<b>TAXABLE SCHOOL PROGRAM BONDS, SERIES 2010</b>
<b>(QSCB PROGRAM)</b>
<b>CUSIP: 454624</b>

<u>Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>CUSIP #</u>	<u>Price</u>
07/15/16	\$ 670,000	4.030%	T72	101.197
01/15/17	680,000	4.210	U70	101.448
07/15/17	1,105,000	4.35	T80	101.487
01/15/18	1,110,000	4.63	U88	101.690
07/15/18	1,105,000	4.72	T98	101.720
01/15/19	3,215,000	4.97	U96	101.931
07/15/19	1,005,000	5.06	U21	101.950

\$10,530,000 2.960% Sinking Fund Term Bonds Due January 15, 2016, Price: 100.706. CUSIP: U39

\$5,080,000 5.24% Sinking Fund Term Bonds Due July 15, 2020, Price: 102.189. CUSIP: U47

\$23,745,000 5.49% Sinking Fund Term Bonds Due January 15, 2024, Price: 102.247. CUSIP:U54

\$8,775,000 5.49% Sinking Fund Term Bonds Due July 15, 2026, Price: 100.000. CUSIP:U62

NO DEALER, BROKER, SALESPERSON OR OTHER PERSON HAS BEEN AUTHORIZED BY THE BOND BANK OR BY THE UNDERWRITER TO GIVE ANY INFORMATION OR TO MAKE ANY REPRESENTATIONS OTHER THAN THOSE CONTAINED IN THIS OFFICIAL STATEMENT, AND, IF GIVEN OR MADE, SUCH OTHER INFORMATION OR REPRESENTATIONS MUST NOT BE RELIED UPON AS HAVING BEEN AUTHORIZED BY ANY OF THE FOREGOING. THIS OFFICIAL STATEMENT DOES NOT CONSTITUTE AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY, AND THERE SHALL NOT BE ANY SALE OF ANY OF THE SECURITIES DESCRIBED HEREIN BY ANY PERSON IN ANY JURISDICTION IN WHICH IT IS UNLAWFUL FOR SUCH PERSON TO MAKE SUCH OFFER, SOLICITATION OR SALE. THE INFORMATION AND EXPRESSIONS OF OPINION HEREIN ARE SUBJECT TO CHANGE WITHOUT NOTICE AND NEITHER THE DELIVERY OF THIS OFFICIAL STATEMENT NOR ANY SALE SHALL, UNDER ANY CIRCUMSTANCES, CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE BOND BANK OR ANY OTHER PERSON SUBSEQUENT TO THE DATE AS OF WHICH SUCH INFORMATION IS PRESENTED.

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITER 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, AND SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

**UPON ISSUANCE, THE BONDS WILL NOT BE REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION UNDER THE SECURITIES ACT OF 1933, AS AMENDED. NEITHER THE SECURITIES AND EXCHANGE COMMISSION NOR ANY STATE SECURITIES COMMISSION HAS APPROVED OR DISAPPROVED OF THE BONDS OR PASSED UPON THE ADEQUACY OR ACCURACY OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.**

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## OFFICIAL STATEMENT

**\$57,020,000**

**Indiana Bond Bank  
Taxable School Program Bonds, Series 2010  
(QSCB Program)**

### INTRODUCTION

The purpose of this Official Statement, including the cover page and the appendices, is to set forth certain information concerning the issuance and sale by the Indiana Bond Bank (the “Bond Bank”) of its Taxable School Program Bonds, Series 2010 (QSCB Program) (the “Bonds”), in the aggregate principal amount set forth above. The Bonds are authorized by resolutions adopted by the Board of Directors of the Bond Bank on September 14, 2010 and October 12, 2010, and are issued under and secured by a Trust Indenture, dated as of December 1, 2010 (the “Indenture”), between the Bond Bank and The Bank of New York Mellon Trust Company, N.A., as trustee, registrar and paying agent (the “Trustee”), all pursuant to the laws of the State of Indiana (the “State”), particularly Indiana Code, Title 5-1.5 (the “Act”).

### The Program

The Bond Bank has established a program (the “Program”) to purchase obligations in the form of (i) Taxable General Obligation Bonds (Qualified School Construction Bonds-Direct Payment) (the “GO Bonds”) of School Corporations (the “School Corporations”); and (ii) Taxable Ad Valorem Property Tax First Mortgage Bonds (Qualified School Construction Bonds-Direct Payment) issued by not-for-profit building corporations (the “Building Corporations”) secured by leases with the School Corporations (the “Lease Bonds”). The School Corporations have been authorized by the Indiana Department of Education and the Indiana Finance Authority to issue qualified school construction bonds (“QSCBs”) pursuant to Sections 54A and 54F of the Internal Revenue Code of 1986, as amended (the “Code”), in the amounts shown in Appendix A, Schedule 1. (The Lease Bonds issued by the Building Corporations and the GO Bonds issued by the Schools Corporations shall be referred to herein collectively as the “Qualified Obligations”, and the School Corporations and Building Corporations, collectively, the “Qualified Entities”). The Qualified Entities have designated and issued the Qualified Obligations as QSCBs and the Bond Bank expects to use the proceeds of the Bonds to purchase the Qualified Obligations.

The Qualified Obligations are being issued to fund construction, rehabilitation or repair of public school facilities, the acquisition of land on which such facilities are to be constructed, and equipment to be used in the portion of such facility that is being constructed, rehabilitated or repaired with the proceeds of the Qualified Obligations. The proceeds from the sale of the Bonds, including amortizable bond premium, will be used (i) to purchase the Qualified Obligations from the Qualified Entities, (ii) to pay capitalized interest on the Bonds; and (iii) to pay all or a portion of the costs of issuance of the Bonds. As of the date of the issuance of the Bonds, the Bond Bank will have entered into a Qualified Entity Purchase Agreement with each Qualified Entity (each, a “Purchase Agreement” and collectively, the “Purchase Agreements”) governing the terms for the purchase of the Qualified Obligations of the Qualified Entities. See “FORMS OF QUALIFIED ENTITY PURCHASE AGREEMENTS” in Appendix E.

### Security and Sources of Payment for the Bonds

The Bonds will be issued under and secured by the Indenture. The Bonds do not constitute a general or moral obligation of the Bond Bank or the State. The Bond Bank will not maintain a debt service reserve for the Bonds and the provisions of Indiana Code 5-1.5-5, pertaining to a moral obligation of the Indiana General Assembly to replenish a debt service reserve, do not apply to the Bonds. Neither the faith, credit nor taxing power of the State

or any political subdivision thereof, including the Qualified Entities, is pledged to the payment of the principal of or interest on the Bonds. The Bonds are not a debt, liability, or loan of the credit of the State or any political subdivision thereof, including the Qualified Entities. The Bond Bank has no taxing power and has only those powers and sources of revenue set forth in the Act. The Bonds are issued and secured separately from all other obligations issued by the Bond Bank.

The Bonds are secured by the pledge of the Trust Estate established under the Indenture (the "Trust Estate"), which includes (a) all right, title and interest of the Bond Bank in, to and under the Purchase Agreements and the Qualified Obligations, including all Qualified Obligation Payments; (b) all right, title and interest in any and all other property, real, personal or mixed, from time to time conveyed, mortgaged, pledged, assigned or transferred as additional security under the Indenture by the Bond Bank or by anyone on behalf of the Bond Bank; (c) the proceeds from the sale of the Bonds; and (d) all revenues held in the Funds and Accounts under the Indenture. All Bonds will be secured equally and ratably by all of the foregoing. See "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS."

The principal source of payment on the Bonds will be the principal and interest payments received by the Bond Bank from the Qualified Entities under the Qualified Obligations (the "Qualified Obligation Payments"). The principal of and interest on the Qualified Obligations are payable out of certain ad valorem property tax revenues as further described under the caption, "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS - Provisions for Payment of the Qualified Obligations."

It is anticipated that the proceeds of the Bonds will be used to purchase Qualified Obligations under the Program from the Qualified Entities described in, and in the amounts set forth in Appendix A.

### **Description of the Qualified Obligations**

***Qualified School Construction Bond Designation.*** The Qualified Obligations are direct payment Qualified School Construction Bonds ("QSCBs") issued pursuant to Section 1521 of the American Recovery and Reinvestment Act of 2009 ("ARRA"), as amended by Section 301 of H.R. 2847, Hiring Incentives to Restore Employment (HIRE) Act of 2010, and codified in Sections 54A, 54F and 6431 of the Code. The ARRA established a national QSCB limitation of \$11,000,000,000 for calendar year 2009, and \$11,000,000,000 for calendar year 2010, which has been allocated among the states by the Secretary of the Treasury. Of these amounts, \$177,861,000 was allocated to the State for 2009 (the "2009 Indiana Allocation"), and \$182,583,000 was allocated to the State for 2010 (the "2010 Indiana Allocation"). Portions of the 2009 Indiana Allocation and the 2010 Indiana Allocation have been awarded to the Qualified Entities ("Allocation Amounts"), as set forth in Schedule I to Appendix A. Each of the Qualified Obligations has been designated as such, and has been issued as a Qualified School Construction Bond as defined in Section 54F of the Code.

***Interest Subsidy Payments.*** For so long as each Qualified Obligation continues to be a QSCB, each Qualified Entity is entitled, pursuant to Sections 54A, 54F and 6431 of the Code, to receive a refundable credit from the United States Treasury prior to each interest payment date of such Qualified Entity's Qualified Obligation in an amount equal to the lesser of (i) 100% of the interest payable on such Qualified Entity's next Qualified Obligation Payment; and (ii) the amount of interest which would have been payable on the Qualified Obligation on such interest payment date if the interest rate on the Qualified Obligation was the "applicable tax credit rate" (the "Applicable Rate") determined under Section 54A(b)(3) of the Code (the "Interest Subsidy Payments"). Each Qualified Entity may, but is not required to, deposit its Interest Subsidy Payments in the General Account of the General Fund under the Indenture, and the Trustee may apply amounts on deposit in such General Account toward such Qualified Entity's next Qualified Obligation Payment. **The Interest Subsidy Payments are not pledged to the payment of the Bonds, and while Interest Subsidy Payments may be applied to Qualified Obligation Payments, each Qualified Entity remains obligated to pay the full amount of each Qualified Obligation Payment whether or not it receives its Interest Subsidy Payments.**

***Sinking Fund Term Bonds.*** Certain of the Qualified Entities have elected to issue their Qualified Obligations with a single maturity, and to pay all principal and accrued interest on its Qualified Obligations on such maturity date. Each such Qualified Entity has agreed in its Qualified Obligation Purchase Agreement with the Bond



Bank, to (i) establish and maintain an account separate and distinct from all other funds and accounts of the Qualified Entity; (ii) deposit to such account semiannually amounts sufficient to amortize the Qualified Obligation to maturity and provide evidence satisfactory to the Bond Bank that such deposit has been made; (iii) to invest such account at a rate not in excess of the Applicable Rate; and (iv) to provide that no funds may be withdrawn from such account without the signatures of both an authorized officer of the Qualified Entity and an authorized officer of the Bond Bank.

### **The Bond Bank**

The Bond Bank is a separate body corporate and politic, constituting an instrumentality of the State for the public purposes set forth in the Act. The Bond Bank is not an agency of the State, but is separate from the State in its corporate and sovereign capacity and has no taxing power. The Bond Bank is governed by a Board of seven Directors, including the Treasurer of the State, who serves as Chairman Ex Officio, and the Director of the Indiana Finance Authority, who serves as a Director Ex Officio and five additional Directors, each appointed by the Governor of the State.

Under separate trust indentures and other instruments authorized under the Act, the Bond Bank has previously issued and had outstanding as of November 1, 2010, an aggregate principal amount of approximately \$2,353,930,011 in separate program obligations. Additionally, as of the date of this Official Statement, the Bond Bank is considering undertaking other types of financing for qualified entities for purposes authorized by and in accordance with the procedures set forth in the Act. The obligations issued by the Bond Bank in connection with any and all such financings, if any, will be secured separately from the Bonds and will not constitute Bonds under the Indenture or for purposes of this Official Statement.

### **The Act**

Pursuant to the Act, the purpose of the Bond Bank is to assist “qualified entities,” defined in the Act to include political subdivisions, as defined in Indiana Code 36-1-2-13, leasing bodies, as defined in Indiana Code 5-1-1-1(a), any commissions, authorities or authorized bodies of any qualified entity, and any organizations, associations or trusts with members, participants or beneficiaries that are all individually qualified entities. The Bond Bank provides such assistance through programs of, among other things, purchasing the bonds or evidences of indebtedness of such qualified entities. Under the Act, “qualified entities” include entities such as cities, towns, counties, school corporations, library corporations, special taxing districts and nonprofit corporations and associations which lease facilities or equipment to such entities. Each of the School Corporations and Building Corporations described in Appendix A is a “qualified entity” within the meaning of the Act.

### **The Official Statement; Additional Information**

This Official Statement speaks only as of its date, and the information contained herein is subject to change.

The information contained under the caption “INTRODUCTION” is qualified by reference to this entire Official Statement, including the Appendices hereto. This introduction is only a brief description and a full review should be made of this entire Official Statement, including the appendices hereto, as well as the documents summarized or described in this Official Statement. The summaries of and references to all documents, statutes and other instruments referred to in this Official Statement do not purport to be complete and are qualified in their entirety by reference to the full text of each such document, statute or instrument. Certain terms used in this Official Statement are defined in Appendix B.

Information contained in this Official Statement with respect to the Bond Bank and the Qualified Entities and copies of the Indenture and the form of Purchase Agreement may be obtained from the Indiana Bond Bank, 2980 Market Tower, 10 West Market Street, Indianapolis, Indiana 46204. The Bond Bank’s telephone number is (317) 233-0888.

It is the Bond Bank's current policy to provide its financial statements to the holders of its obligations, including the Bonds, upon written request. In addition, certain other information concerning the Bond Bank is available to the Trustee and holders of the Bonds pursuant to the Indenture. See "CONTINUING DISCLOSURE."

## THE BONDS

### General Description

The Bonds are issuable under the Indenture as fully registered bonds in denominations of \$5,000 or any integral multiple thereof. Each Bond will be dated the date of delivery and will bear interest from the most recent Interest Payment Date on which interest was paid prior to the date of authentication of such Bond, unless the Bond is authenticated on or before June 30, 2011, in which case interest will be paid from the original date of the Bond, or unless the Bond is authenticated after a Record Date but on or before the succeeding Interest Payment Date, in which case interest will be paid from the succeeding Interest Payment Date.

The Bonds are issued pursuant to I.C. 5-1.5. The proceeds of the Bonds are expected to be used to purchase the Qualified Obligations. The Bonds will be secured by the Qualified Obligation Payments, as described herein. The Bonds have not been designated as QSCBs.

The Principal Component of the Bonds mature as set forth on the inside front cover. Interest on the Bonds is payable on January 15 and July 15 of each year (each, an "Interest Payment Date") commencing July 15, 2011. Principal of the Bonds is payable when due upon surrender of the Bonds at the office of the Trustee under the Indenture. Principal and premium, if any, on the Bonds will be paid to Cede & Co., or such other nominee of DTC (as defined herein) who will credit Direct Participants' (as defined herein) accounts upon receipt of funds. Disbursement of such payments to beneficial owners of the Bonds will be the responsibility of Direct and Indirect Participants (as defined herein). See "THE BONDS – Book Entry Only System"

For so long as the Bonds are registered in the name of The Depository Trust Company ("DTC") or its nominee, payments of the principal of, premium, if any, and interest on the Bonds will be paid only to DTC or its nominee. Interest on the Bonds will be paid on each Interest Payment Date by wire transfer to DTC or its nominee. Principal will be paid to DTC or its nominee upon presentation and surrender of the Bonds at the principal office of the Trustee. Neither the Bond Bank nor the Trustee will have any responsibility for the Beneficial Owner's receipt from DTC or its nominee, or from any DTC Direct Participant or Indirect Participant, of any payments of principal or interest on the Bonds. See "THE BONDS - Book-Entry-Only System."

If the Bonds are no longer registered in the name of DTC or its nominee, or any other clearing agency, interest on the Bonds will be payable semiannually on January 15 and July 15 of each year, commencing on the first Interest Payment Date after the Bonds are no longer so registered by check issued by the Trustee dated the due date and mailed one Business Day prior to each Interest Payment Date to the registered Owners as of the close of business on the most recent Record Date or by wire transfer to Owners of \$1,000,000 or more in principal amount of the Bonds upon written request of such owners. Principal will be payable on the maturity date of such Bond upon presentation of the Bond at the principal corporate trust office of the Trustee.

### Optional Redemption

The Bonds maturing on or after July 15, 2021 are subject to optional redemption prior to maturity, in whole or in part, on any date, commencing January 15, 2021, at the Make Whole Redemption Price (as defined in "Appendix B-Definitions").

## Mandatory Sinking Fund Redemption

The Bonds maturing on January 15, 2016, July 15, 2020, January 15, 2024 and July 15, 2026 (collectively, the “Term Bonds”) are subject to mandatory sinking fund redemption on January 15 and July 15 of the years and in the amounts listed below at a redemption price of 100% of the principal amount thereof plus accrued interest to the redemption date.

### TERM BONDS DUE January 15, 2016

Date	Amount	Date	Amount
07/15/11	560,000	01/15/14	835,000
01/15/12	1,950,000	07/15/14	725,000
07/15/12	920,000	01/15/15	465,000
01/15/13	950,000	07/15/15	655,000
07/15/13	815,000	01/15/16	2,655,000*

\* final maturity

### TERM BONDS DUE July 15, 2020

Date	Amount	Date	Amount
01/15/20	3,375,000	07/15/20	1,705,000*

\* final maturity

### TERM BONDS DUE January 15, 2024

Date	Amount	Date	Amount
01/15/21	3,625,000	01/15/23	4,580,000
07/15/21	4,060,000	07/15/23	535,000
01/15/22	7,430,000	01/15/24	2,550,000*
07/15/22	965,000		

\* final maturity

### TERM BONDS DUE July 15, 2026

Date	Amount	Date	Amount
07/15/24	540,000	01/15/26	6,755,000
01/15/25	555,000	07/15/26	130,000*
07/15/25	795,000		

\*final maturity

## Extraordinary Mandatory Redemption from Unspent Proceeds

The Bonds are subject to extraordinary mandatory redemption, in whole or in part, on December 9, 2013 or on a date which the Bond Bank and a Qualified Entity agree in the event of an extension negotiated by a Qualified Entity with the Internal Revenue Service in an amount which corresponds to the unexpended proceeds of a Qualified Entity’s Qualified Obligation, at the Expenditure Redemption Price (as defined in “Appendix B-Definitions”), but only to the extent that such Qualified Entity has failed to expend 100% of the available project proceeds of such Qualified Entity’s Qualified Obligation within three years of the issuance thereof and no extension has been granted by the Internal Revenue Service.

## **Extraordinary Optional Redemption**

If an Extraordinary Redemption Event (as defined in “Appendix B-Definitions”) relating to any Qualified Entity’s Qualified Obligation occurs, the Bonds shall be subject to redemption prior to maturity, at the option of the Qualified Entity, in a Corresponding Redemption Amount (as defined in “Appendix B-Definitions”) at the Make Whole Redemption Price on a date designated by agreement between the Bond Bank and such Qualified Entity.

## **Notice of Redemption**

Notice of any redemption, identifying the Bonds to be redeemed, will be given by the Trustee at least 30 days but not more than 45 days prior to the Redemption Date by mailing a copy of the redemption notice by registered or certified mail to the registered Owner of each Bond to be redeemed at the address shown on the Bond Register. Failure to give such notice, or any defect therein, will not effect the validity of the redemption of other Bonds.

For so long as the Bonds are registered in the name of DTC or its nominee, the Trustee will send notices of redemption of Bonds only to DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank nor the Trustee will have any responsibility for any Beneficial Owner’s receipt from DTC or its nominee, or from any DTC Direct Participant or Indirect Participant, of any notices of redemption. See “THE BONDS - Book-Entry-Only System.”

## **Redemption Payments**

Prior to the date fixed for redemption, there must be on deposit with the Trustee sufficient funds to pay the redemption price of the Bonds subject to redemption, together with the accrued interest on the Bonds to the redemption date. After the redemption date, if sufficient funds have been deposited with the Trustee, interest will cease to accrue on the Bonds that have been called for redemption.

For so long as the Bonds are registered in the name of DTC or its nominee, redemption payments on the Bonds will be paid by the Trustee only to DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank nor the Trustee will have any responsibility for any Beneficial Owner’s receipt from DTC or its nominee, or from any DTC Direct Participant or Indirect Participant, of any redemption payments on any Bonds. See “THE BONDS - Book-Entry-Only System.”

## **Selection of Bonds for Redemption**

If fewer than all of the Bonds are to be redeemed, the Bonds will be redeemed only in whole multiples of \$5,000 or any integral multiple thereof. For purposes of redemption, each \$5,000 of principal will be considered as a Bond. If fewer than all of the Bonds will be called for redemption, the principal amount and maturity of the particular Bonds to be redeemed will be selected by the Bond Bank. The Trustee will select the particular Bonds to be redeemed by lot within a maturity in such manner as the Trustee may determine.

If Bonds are to be redeemed at a Redemption Price in excess of 100% of the principal amount thereof on any mandatory sinking fund redemption date, such Bonds will be selected by lot prior to the selection by lot of Bonds to be redeemed pursuant to mandatory sinking fund redemption. In the event of simultaneous redemption of the Qualified Obligations and the Bonds, each maturity and principal amount thereof to be redeemed will be as nearly identical as possible.

For so long as the Bonds are registered in the name of DTC or its nominee, the Trustee will select for redemption only Bonds or portions thereof registered in the name of DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank nor the Trustee will have any responsibility for selecting for redemption any Beneficial Owner’s interests in the Bonds. See “THE BONDS - Book-Entry-Only System.”

## **Exchange and Transfer**

The Bonds may be transferred or exchanged at the principal corporate trust office of the Trustee, to the extent and upon the conditions set forth in the Indenture, including the payment of a sum sufficient to cover any tax or other governmental charge for any such transfer or exchange that may be imposed upon the Bond Bank or the Trustee.

If any Bond is mutilated, lost, stolen or destroyed, the Bond Bank may issue and the Trustee may authenticate a new Bond in accordance with the provisions therefore in the Indenture including an indemnity satisfactory to both, and the Bond Bank and the Trustee may charge the holder or Owner of such Bonds for its reasonable fees and expenses in connection therewith, including the cost of having a replacement Bond printed.

For so long as the Bonds are registered in the name of DTC or its nominee, the Trustee will transfer and exchange Bonds only on behalf of DTC or its nominee, in accordance with the preceding paragraph. Neither the Bond Bank, nor the Trustee will have any responsibility for transferring or exchanging any Beneficial Owner's interests in the Bonds. See "THE BONDS – Book-Entry-Only System."

## **Book-Entry-Only System**

The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities 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 will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest 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 17 A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 85 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 and Clearing Corporation ("DTCC"). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Government Securities Clearing Corporation, MBS Clearing Corporation, and Emerging Markets Clearing Corporation (NSCC, GSCC, MBSCC and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange, LLC, and the National Association of Securities Dealers, Inc. 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 Standard & Poor's highest rating: AAA. The DTC Rules applicable to its Direct and Indirect 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 the 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 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 effect 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 or 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.

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

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Bond Bank 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 the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments, if any, 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 the Bond Bank or the Trustee 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, the Trustee, or the Bond Bank, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Bond Bank or the Trustee, disbursements of such payments to Direct Participants will be the responsibility of DTC, and disbursements 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 the Bond Bank or the Trustee. Under such circumstances, in the event that a successor depository is not obtained, Bonds are required to be printed and delivered.

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

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

## **SECURITY AND SOURCES OF PAYMENT FOR THE BONDS**

The Bonds are limited obligations of the Bond Bank payable only out of the Trust Estate. The Indenture creates a continuing pledge of and lien upon the Trust Estate to secure the full and final payment of the principal of, and interest on, all of the Bonds. The Bonds do not constitute a debt, liability or loan of the credit of the State or any

political subdivision thereof, including any Qualified Entity, under the constitution of the State or a pledge of the faith, credit and taxing power of the State or any political subdivision thereof, including any Qualified Entity. The Bond Bank has no taxing power. The Bonds do not constitute a general or moral obligation of the Bond Bank or the State. The Bond Bank will not maintain a debt service reserve for the Bonds and the provisions of Indiana Code 5-1.5-5 do not apply to the Bonds. Indiana Code 5-1.5-5 pertains to the requirement that, if there is a deficiency in a debt service reserve fund securing obligations of the Bond Bank, the Chairman of the Bond Bank must certify the amount of such a deficiency to the Indiana General Assembly for its consideration on whether to appropriate funds to restore the debt service reserve fund to its requirement. However, no debt service reserve fund has been established under the Indenture, and, therefore, the provisions of Indiana Code 5-1.5-5 do not apply to the Bonds.

Under the Indenture, the Bonds are secured by a pledge to the Trustee of the Trust Estate, which includes (a) all right, title and interest of the Bond Bank in, to and under the Qualified Obligations and the Purchase Agreements, including the Qualified Obligation Payments; (b) all right, title and interest in any and all other property, real, personal or mixed, from time to time conveyed, mortgaged, pledged, assigned or transferred as additional security under the Indenture by the Bond Bank or by anyone on behalf of the Bond Bank; (c) the proceeds from the sale of the Bonds; and (d) all revenues held in the Funds and Accounts under the Indenture. The Qualified Obligation Payments have been structured, as of the date of issuance of the Bonds, to be sufficient along with earnings thereon, and other money in the Funds and Accounts under the Indenture and the earnings thereon, to pay the principal of and interest on the Bonds when due.

While Interest Subsidy Payments may be applied to Qualified Obligation Payments, they are not pledged to the Bond Bank, and each Qualified Entity remains obligated to pay its Qualified Obligation Payments, when due, whether or not Interest Subsidy Payments are received.

### **The Qualified Entities and the Qualified Obligations**

From the proceeds of the Bonds, the Bond Bank intends to purchase and, upon purchase, will pledge to the Trustee the Qualified Obligations. The Qualified Obligations issued by the Qualified Entities and purchased by the Bond Bank under the Program are (i) Taxable General Obligation Bonds of the School Corporations or (ii) Taxable Ad Valorem Property Tax First Mortgage Bonds issued by the Building Corporations. The School Corporations and the Building Corporations are Qualified Entities under the Act. The Qualified Obligations are issued to fund the construction, rehabilitation or repair of public school facilities, the acquisition of land on which such facilities will be constructed with part of the proceeds of such issue and equipment related to the project to be constructed or rehabilitated with the proceeds of such issue. Certain of the Qualified Obligations are being issued on a parity with existing bonds previously issued by the Qualified Entities, as further described in Appendix A hereto.

The Qualified Obligations which are Taxable Ad Valorem Property Tax First Mortgage Bonds issued by the Building Corporations as described above, are issued pursuant to IC 20-47. Under this statute, in order to finance construction of improvements to school facilities, a School Corporation conveys real estate, an existing building or a portion of an existing building to the Building Corporation, which is a not-for-profit corporation incorporated under Indiana law. The School Corporation and the Building Corporation enter into a lease of the property conveyed. The Building Corporation then issues its bonds, secured by payments under the lease and by a first mortgage on the property conveyed, and constructs the improvements. The first mortgage on the property will run to a trustee selected by the Qualified Entity to secure the Qualified Obligation. The mortgage will not run to the Bond Bank or the Trustee, and will not provide security for the Bonds. Payments of lease rental by the School Corporations is payable from ad valorem taxes on all taxable property within the boundaries of such School Corporation, and are sufficient to pay principal of, premium, if any, and interest on the Building Corporation's bonds.

In certain circumstances, payments of lease rental by School Corporations may not commence until the project financed with bonds issued by the Building Corporation is complete and ready for occupancy. In each instance, interest has been capitalized for a sufficient period to permit the financed project to be completed.

The proceeds of the Bonds are anticipated to be used by the Bond Bank to purchase the Qualified Obligations of the respective Qualified Entities described in, and in the amounts set forth in, Appendix A hereto.

Certain information related to such Qualified Entities is also set forth in Appendix A. As of the date of the issuance of the Bonds, the Bond Bank will have entered into a Purchase Agreement with each Qualified Entity to purchase their respective Qualified Obligations.

### **Provisions for Payment of the Qualified Obligations**

The Qualified Obligations are (i) Taxable General Obligations Bonds issued by a Qualified Entity, or (ii) Taxable Ad Valorem Property Tax First Mortgage Bonds issued by a Qualified Entity. Principal of, premium, if any and interest on the Qualified Obligations which are general obligations, and lease rental obligations pledged to pay the principal of, premium, if any, and interest on the Qualified Obligations which are Taxable Ad Valorem Property Tax First Mortgage Bonds are payable from ad valorem property taxes to be collected on all of the taxable property within the boundaries of the respective Qualified Entities.

Under Indiana law, the Qualified Entity is required to levy a special tax, in addition to other taxes authorized by law, sufficient to produce each year the necessary funds with which to pay the principal of and interest on its bonds and rent stipulated to be paid under its leases. The levy of taxes by the Qualified Entity to pay such principal, interest and/or rent is mandatory. The Qualified Obligations are direct payment “qualified school construction bonds” issued pursuant to Section 1521 of the American Recovery and Reinvestment Act of 2009 (“ARRA”) as amended by Section 301 of H.R. 2847, Hiring Incentives to Restore Employment (HIRE) Act of 2010, and codified in Sections 54A, 54F and 6431 of the Code. Each of the Qualified Entities has irrevocably elected to apply the provisions of Section 6431 of the Code to the Qualified Obligations, and to treat the Qualified Obligations as “specified tax credit bonds” thereunder. Pursuant to Section 6431 of the Code, a Qualified Entity will be entitled to file an IRS Form 8038-CP with the Treasury, not less than 45 days nor more than 90 days prior to each interest payment date for its Qualified Obligations, requesting payment of a refundable credit equal to the lesser of (i) 100% of the stated interest payable on such interest payment date for its Qualified Obligations or (ii) the amount of interest which would be payable on such Qualified Obligations if the interest rate were equal to the “applicable tax credit rate” (the “Applicable Rate”) determined on the date of issuance of the Qualified Obligations under Section 54A(b)(3) of the Code. The Applicable Rate upon which the Interest Subsidy Payments are calculated and the maximum term of the QSCBs is determined by reference to the Qualified Tax Credit Bond Rate published by the Bureau of Public Debt on the date the Qualified Obligations are sold. **THE OBLIGATION OF THE QUALIFIED ENTITIES TO MAKE QUALIFIED OBLIGATION PAYMENTS IS NOT DEPENDENT ON RECEIPT OF INTEREST SUBSIDY PAYMENTS BY THE QUALIFIED ENTITIES OR THE TRUSTEE.**

The Qualified Entity must comply with certain requirements of the Code in order for the Qualified Obligations to continue to be QSCBs. Failure of the Qualified Entity to comply with such requirements, or failure of the Qualified Entity or its designee to file a timely claim for an Interest Subsidy Payment will impact the receipt of such Interest Subsidy Payment by the Qualified Entity. However, the obligation of the Qualified Entity to make Qualified Obligation Payments is not dependent upon (i) receipt of the Interest Subsidy Payments described above, or (ii) the treatment of the Qualified Obligation as a QSCB.

### **Legislation Affecting Obligations of Indiana School Corporations—Indiana State Intercept Program**

Indiana Code 20-48-1-11 provides that the Indiana Department of Local Government Finance (the “DLGF”) is, prior to the end of each calendar year, required to review the proposed bond and lease rental *ad valorem* tax levies of each school corporation for the next calendar year and the proposed appropriations for those levies to pay principal of and interest on the school corporation’s outstanding general obligation bonds and to pay the school corporation’s outstanding lease rental obligations (collectively “bond and lease obligations”) to be due and payable in the next calendar year. The DLGF is to determine whether the proposed levies and appropriations are sufficient to pay the bond and lease obligations. If it determines that the proposed levies and appropriations are insufficient to pay the bond and lease obligations, then the DLGF is required to establish for the school corporation bond and lease rental levies and appropriations which are sufficient for the purpose. This section of the Indiana Code can be changed or repealed at any time.



If a school corporation fails to meet its requirement to pay bond and lease obligations when due, the State Treasurer may be required to pay the bond and lease obligations from certain funds of the State of Indiana (the "State") which would otherwise be distributed to that school corporation. Pursuant to Indiana Code 20-48-1-11, (the "Indiana State Intercept Program") upon the failure of any school corporation to pay when due any of its bond and lease obligations, the State Treasurer, upon notification by any claimant, is required to make payment of those obligations from State funds to the extent of, but not in excess of, any amounts appropriated by the General Assembly, at its discretion, for that calendar year for distribution to that school corporation, and to deduct the amount of that payment from the amount to be so distributed to that school corporation. Pursuant to the Indenture and each Qualified Entity Purchase Agreement, the Trustee is to notify and demand payment immediately from the State Treasurer if a Qualified Entity should default in its obligation to pay the principal of or interest on the Qualified Obligations when due. There can, however, be no assurance as to the levels or amounts that may from time to time be appropriated by the State General Assembly for school purposes or that this provision of the Indiana Code will not be repealed.

### **Procedures for Property Assessment, Tax Levy and Collection**

The State Board of Tax Commissioners (now known as the DLGF) issued a new real property assessment regulation on July 1, 2001, which was implemented beginning with the March 1, 2002 assessment date, affecting taxes payable beginning in 2003. The new regulation, which is briefly described under this caption of this Official Statement, shifted the tax burden among various classes of property owners, but does not impact the total tax levy. This new regulation affects only the valuation method and not the ability of the Qualified Entities to levy a property tax to pay lease rentals, if applicable, or debt service on the Qualified Obligations when due.

Real and personal property in the State is assessed each year as of March 1. On or before August 1 each year, each county auditor must submit to each underlying political subdivision located within that county a statement containing: (1) information concerning the assessed valuation of the political subdivisions for the next calendar year; (2) an estimate of the taxes to be distributed to the political subdivision during the last six months of the current calendar year; (3) the current assessed valuation as shown on the abstract of charges; (4) the average growth in assessed valuation in the political subdivision over the preceding three budget years, excluding years in which a general reassessment occurs, determined according to procedures established by the DLGF; and (5) any other information at the disposal of the county auditor that might affect the assessed value as shown on the most recent abstract of property.

By statute, the budget, tax rate and levy of a local political subdivision must be established no later than September 30. The budget, tax levy and tax rate are subject to review, revision, reduction or increase by the DLGF. The DLGF must complete its actions on or before February 15 of the immediately succeeding calendar year.

On or before March 15, each county auditor prepares and delivers to the Auditor of State and the county treasurer the final abstract of property taxes within that county. The county treasurer mails tax statements the following April (but mailing may be delayed due to reassessment or other factors). Unless the mailing of tax bills is delayed, property taxes are due and payable to the county treasurer in two installments on May 10 and November 10. If an installment of taxes is not completely paid on or before the due date, a penalty of 10% of the amount delinquent is added to the amount due; provided, that so long as the installment is completely paid within 30 days of the due date and the taxpayer is not liable for delinquent property taxes first due and payable in a previous year for the same parcel, the amount of the penalty is five percent of the amount of the delinquent taxes. On May 11 and November 11 of each year after one year of delinquency, an additional penalty equal to 10% of any taxes remaining unpaid is added. The penalties are imposed only on the principal amount of the delinquency. Real property becomes subject to tax sale procedures on July 1 if a delinquency then exists with respect to an installment due on or before May 10 of the prior year. With respect to delinquent personal property taxes, each county treasurer shall serve a demand upon each county resident who is delinquent in the payment of personal property taxes after November 10, but before August 1 of the succeeding year. Each county auditor distributes property taxes collected to the various political subdivisions on or before the June 30 or December 31 after the due date of the tax payment.

Under State law, personal property is assessed at its actual historical cost less depreciation, whereas real property is valued for assessment purposes at its “true tax value” as defined in the 2002 Real Property Assessment Manual adopted by the DLGF (the “Manual”), and as interpreted in the rules and regulations of the DLGF, including the Real Property Assessment Guidelines for 2002-Version ‘A’ (the “Guidelines”), and the Real Property Assessment Manual Rule, 50 Indiana Administrative Code 2.3. The Manual defines “true tax value” as “the market value in use of property for its current use, as reflected by the utility received by the owner or a similar user from that property.” The Manual permits assessing officials in each county to choose any acceptable mass appraisal method to determine true tax value, taking into consideration the ease of administration and the uniformity of the assessments produced by that method. The Guidelines were adopted to provide assessing officials with an acceptable appraisal methodology, although the Manual makes it clear that assessing officials are free to select from any number of appraisal methods, provided that they are capable of producing accurate and uniform values throughout the jurisdiction and across all classes of property. The Manual specifies the standards for accuracy and validation that the DLGF will use to determine the acceptability of any alternate appraisal method.

There are certain credits, deductions and exemptions available for various classes of property. For instance, real property may be eligible for certain deductions for mortgages, solar energy heating or cooling systems, wind power devices, hydroelectric power devices and geothermal energy heating or cooling devices and if such property is owned by the aged. Residential real property may be eligible for certain deductions for rehabilitation. Real property, which is the principal residence of the owner thereof, is entitled to certain deductions and may be eligible for additional deductions, and if such owner is blind or disabled, such property may also be eligible for additional deductions. Buildings designed and constructed to systematically use coal combustion products throughout the building may be eligible for certain deductions. Tangible property consisting of coal conversion systems and resource recovery systems may be eligible for certain deductions. Tangible property or real property owned by disabled veterans and their surviving spouses may be eligible for certain deductions. Commercial and industrial real property, new manufacturing equipment and research and development equipment may be entitled to economic revitalization area deductions. Government-owned properties and properties owned, used and occupied for charitable, educational or religious purposes may be entitled to exemptions from tax. “Assessed value” or “assessed valuation” means an amount equal to the true tax value of property, which represents the gross assessed value of such property, less any deductions, credits and exemptions applicable to such property, and is the value used for taxing purposes in the determination of tax rates.

Changes in assessed values of real property occur periodically as a result of general reassessments scheduled by the State General Assembly, as well as when changes occur in the property due to new construction or demolition of improvements. The most recent scheduled reassessment became effective as of the March 1, 2002 assessment date, and affects taxes payable beginning in 2003. The next scheduled reassessment will be effective as of the March 1, 2012 assessment date, and will affect taxes payable beginning in 2013. The assessed value of real property will be annually adjusted to reflect changes in market value, based, in part, on comparable sales data, in order to account for changes in value that occur between general reassessments. This process is generally known as “Trending.”

When a change in assessed value occurs, a written notification is sent to the affected property owner. If the owner wishes to appeal this action, the owner must first request in writing a preliminary conference with the county or township official who sent the owner such written notification. That request must be filed with such official within 45 days after the written notification is given to the taxpayer. That preliminary conference is a prerequisite to a review of the assessment by the county property tax assessment board of appeals. While the appeal is pending: (1) any taxes on real property which become due on the property in question must be paid in an amount based on the immediately preceding year’s assessment, or it may be paid based on the amount that is billed; and (2) any taxes on personal property which become due on the property in question must be paid in an amount based on the assessed value reported by the taxpayer on the taxpayer’s personal property tax return, or it may be paid based on the amount billed.

## **Circuit Breaker Tax Credit**

In 2008, the State General Assembly enacted legislation which provides taxpayers with a tax credit for all property taxes in an amount that exceeds a percentage of the gross assessed value of real and personal property eligible for the credit (“Circuit Breaker Tax Credit”). A person is entitled to the Circuit Breaker Tax Credit against the person’s property tax liability for property taxes due and payable in 2010 and thereafter in the amount by which the person’s property tax liability attributable to the person’s:

- (1) homestead would otherwise exceed 1%;
- (2) residential rental property would otherwise exceed 2%;
- (3) long term care property would otherwise exceed 2%;
- (4) agricultural land would otherwise exceed 2%;
- (5) nonresidential real property would otherwise exceed 3%; or
- (6) personal property would otherwise exceed 3%;

of the assessed value of the property in any one county, which is the basis for determination of property taxes payable with respect to property in that county for that calendar year.

Property taxes imposed after being approved by the voters in a referendum or local public question will not be considered for purposes of calculating a person’s Circuit Breaker Tax Credit. In addition, property taxes imposed by Qualified Entities in Lake or St. Joseph Counties to pay debt service or make lease rental payments for bonds or leases issued or entered into before July 1, 2008, will not be considered for purposes of calculating a person’s Circuit Breaker Credit Tax Credit. Certain senior citizens with annual income below specified levels or their surviving spouses may be entitled to additional credits with respect to their property tax liability attributable to their homesteads.

On November 2, 2010, voters approved a referendum to amend the Constitution of the State of Indiana to add the above Circuit Breaker Tax Credit, applicable to property taxes first due and payable in 2012. The Constitutional amendment continues the provisions of the immediately preceding paragraph, except that the provisions relating to Lake and St. Joseph Counties will expire after December 31, 2019.

The application of the Circuit Breaker Tax Credit will result in a reduction of property tax collections for each political subdivision in which the Circuit Breaker Tax Credit is applied. A political subdivision may not increase its property tax levy or borrow money to make up for any property tax revenue shortfall due to the application of the Circuit Breaker Tax Credit. However, the State General Assembly recently enacted legislation that created a statewide nine-member distressed unit appeal board (the “Distressed Unit Appeal Board”), to which “distressed political subdivisions” (as defined in Indiana Code 6-1.1-20.3-2) may appeal for relief from application of the Circuit Breaker Tax Credits for a calendar year. If certain conditions are met, the Distressed Unit Appeal Board may: (1) increase the percentage thresholds (specified as a percentage of gross assessed value), at which the Circuit Breaker Tax Credit applies to a person’s property tax liability in the political subdivision; (2) provide for percentage reductions to the Circuit Breaker Tax Credits otherwise provided in the political subdivision; or (3) provide that some or all of the property taxes (a) that are being imposed to pay bonds, leases, or other debt obligations and (b) would otherwise be included in the calculation of the Circuit Breaker Tax Credits in the political subdivision, shall not be included for purposes of calculating a person’s Circuit Breaker Tax Credit. An estimate of the impact of the Circuit Breaker Tax Credits on each of the Qualified Entities, prepared by the Indiana Legislative Services Agency, is attached hereto as Appendix D.

Property taxes collected by a political subdivision must first be applied to pay debt service or lease rental obligations on all outstanding bonds or lease rental revenue bonds payable from ad valorem property taxes. If property tax collections are insufficient to fully fund debt service or lease rental levies due to the Circuit Breaker Tax Credit, political subdivisions must use non-property tax revenues or revenues from property tax levies for other funds (including operating) to offset revenue loss to the debt service fund. This application of property tax revenues may impact the ability of political subdivisions to provide existing levels of service and, in extreme cases, the ability to make debt service or lease rental payments. Any shortfall must also be funded through the Indiana State Intercept

Program, under which any unpaid debt service or lease rentals would be paid from money in possession of the State that would otherwise be available for distribution to the political subdivision.

The Bond Bank cannot predict the timing, likelihood or impact on property tax collections of any future judicial actions, legislation, regulations or rulings taken, enacted, promulgated or issued to implement the regulations or statutes described above or of future property tax reform in general. In addition, there can be no assurance as to future events or legislation that may impact such regulations or statutes or the collection of property taxes by the Qualified Entities.

### **Enforcement of Qualified Obligations**

As the owner of the Qualified Obligations, the Bond Bank has available to it all remedies available to owners or holders of securities issued by the Qualified Entities. The Act provides that, upon the sale and delivery of any Qualified Obligations to the Bond Bank, the Qualified Entity is deemed to have agreed that all statutory defenses to nonpayment are waived in the event that such Qualified Entity fails to pay principal of, or interest on, such Qualified Obligations when due.

## **THE PROGRAM**

### **General**

The American Recovery and Reinvestment Act of 2009 (“ARRA”) was enacted to provide a stimulus to the economy. Section 1521 of ARRA authorizes school corporations to issue or cause to be issued on their behalf, obligations designated “Qualified School Construction Bonds” (“QSCBs”), the proceeds of which may be used to (i) construct, rehabilitate or repair public school facilities; (ii) acquire land on which such a facility is to be constructed with the proceeds of such issue; and (iii) provide equipment for the project to be constructed or rehabilitated with such proceeds. The ARRA established a national limitation on QSCB issuance of \$11,000,000,000 for calendar year 2009 and \$11,000,000,000 for calendar year 2010, and provided that such authority be allocated among the states by the Secretary of the Treasury. The allocation to the State of Indiana for calendar year 2009 was 177,861,000 and for calendar year 2010 was \$182,583,000. Allocation of these amounts to Qualified Entities in the State was made by the Indiana Department of Education, and confirmed by the Indiana Finance Authority, in the amounts set forth in Appendix A, Schedule I hereto.

### **Qualified Obligations**

Under the Program, the Bond Bank may purchase two types of Qualified Obligations, GO Bonds issued by School Corporations and Lease Bonds issued by Building Corporations. (See “SECURITY AND SOURCES OF PAYMENT FOR THE BONDS – The Qualified Entities and the Qualified Obligations”.) Payments of principal of and interest on each Qualified Obligation are payable from ad valorem taxes levied on all taxable property within the boundaries of the School Corporation issuing such Qualified Obligation. (See “SECURITY AND SOURCES OF PAYMENT FOR THE BONDS – Provisions for Payment of Qualified Obligations”.) Each Qualified Entity will be assessed a semi-annual fee of \$200.00 for its participation in the Program.

### **Program Participation and Borrowing Limits**

To be considered for participation in the Program, each Qualified Entity submitted an application to the Bond Bank. Application information and data supplied by each Qualified Entity seeking to participate in the Program included among other things the following: the unaudited receipts and disbursements for calendar year 2009; a list of the ten largest taxpayers; tax collection history; historical and levy information; and general economic and demographic information and data.

Upon receipt of applications for participation in the Program, the application of each applying Qualified Entity was analyzed to determine, consistent with the purposes of the Bond Bank, whether such Qualified Entity

would be recommended to participate in the Program. Such analysis consisted of an internal financial review undertaken by the Bond Bank with the assistance of Crowe Horwath LLP, as financial advisor to the Bond Bank. Each of the Qualified Entities described in Appendix A has applied for participation in the Program, has been analyzed by the Bond Bank and its financial advisor, and has been approved for participation in the Program by the Board of Directors of the Bond Bank.

Qualified Obligations which are issued as GO Bonds are subject to a constitutional and statutory limitation on the aggregate indebtedness of the Qualified Entity. Based on documentation and estimates supplied by such Qualified Entity at or prior to the time of the issuance of the Bonds, the Bond Bank's financial advisor has performed certain computations to verify that the amount issued does not exceed such limitation. Qualified Obligations issued as Lease Bonds are not subject to such limitation.

Each Qualified Entity is required to represent and warrant certain matters to the Bond Bank in order to be eligible to participate in the Program. See "FORMS OF QUALIFIED ENTITY PURCHASE AGREEMENTS" in Appendix E.

## **RISK FACTORS AND INVESTOR CONSIDERATIONS**

### **Risks**

Purchasers of the Bonds are advised of certain risk factors with respect to the delivery and payment of the Qualified Obligations by the Qualified Entities, and delivery and payment of the Bonds. This discussion is not intended to be all-inclusive, and other risks may also be present.

The ability of the Bond Bank to pay principal of and interest on the Bonds depends upon the receipt by the Bond Bank of the Qualified Obligation Payments, including interest at the rates provided therein, from all Qualified Entities participating in the Program which are obligated to make such payments to the Bond Bank, together with a semi-annual fee and earnings on the amounts in the Funds and Accounts sufficient to make such payments. The Bond Bank will not maintain a debt service reserve for the Bonds and the provisions of Indiana Code 5-1.5-5 do not apply to the Bonds. Indiana Code 5-1.5-5 pertains to the requirement that, if there is a deficiency in a debt service reserve fund securing obligations of the Bond Bank, the Chairman of the Bond Bank must certify the amount of such a deficiency to the Indiana General Assembly for its consideration on whether to appropriate funds to restore the debt service reserve fund to its requirement.

Except as discussed above under "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS - Provisions for Payment of the Qualified Obligations," there is no source of funds available to make up for any deficiencies in the event of one or more defaults by one or more Qualified Entities in such payments on the Qualified Obligations. There can be no representation or assurance that all of the Qualified Entities participating in the Program will receive sufficient taxes or other revenues or otherwise have sufficient funds available to make their required payments on the Qualified Obligations. The Qualified Entities are required by law to levy a tax sufficient to pay debt service on their respective Qualified Obligations, or related leases, although the receipt of such revenues by any Qualified Entity is subject to, among other things, future economic conditions, actions by creditors, delays in tax collections as a result of reassessment and other conditions which are variable and not certain of prediction. In addition, certain of the Lease Bonds provide that the School Corporation, as lessee under the lease supporting such Lease Bonds, may not make rent payments until it has use and occupancy of the project to be constructed from the proceeds of the Lease Bonds. For a description of procedures for providing for the payment of Qualified Obligations, see the captions "SECURITY AND SOURCES OF PAYMENT FOR THE BONDS - Provisions for Payment of the Qualified Obligations," "- Procedures for Property Assessment, Tax Levy and Collection" and "THE PROGRAM."

The remedies available to the Trustee, to the Bond Bank or to the owners of the Bonds upon the occurrence of an Event of Default under the Indenture or under the terms of any of the Qualified Obligations purchased by the Bond Bank and the related Purchase Agreements are in many respects dependent upon judicial actions which are often subject to discretion and delay. Under existing constitutional and statutory law and judicial decisions,

including specifically Title 11 of the United States Code (the United States Bankruptcy Code), the remedies provided in the Indenture and under the Purchase Agreements and the Qualified Obligations may not be readily available or may be limited.

### **ESTIMATED SOURCES AND USES OF FUNDS**

The estimated sources and uses of funds related to acquiring the Qualified Obligations and paying costs incidental to the sale and delivery of the Bonds are estimated as shown below:

Sources of Funds:

Principal Amount of Bonds	\$57,020,000.00
Net Original Issue Premium	\$ 872,834.95
<b>TOTAL SOURCES</b>	<b>\$57,892,834.95</b>

Uses of Funds:

Deposit to General Fund <sup>1</sup>	\$ 110,000.00
Acquisition of Qualified Obligations	\$57,020,000.00
Costs of Issuance and Miscellaneous <sup>2</sup>	\$ 762,834.95
<b>TOTAL USES</b>	<b>\$57,892,834.95</b>

<sup>1</sup> To be used to pay a portion of the interest on the Bonds through and including July 15, 2011.

<sup>2</sup> Includes Underwriters' discount.

### **THE INDIANA BOND BANK**

The Bond Bank was created in 1984, and is organized and existing under and by virtue of the Act as a separate body corporate and politic, constituting an instrumentality of the State for the public purposes set forth in the Act. The Bond Bank is not an agency of the State, but is separate from the State in its corporate and sovereign capacity and has no taxing power.

#### **Powers Under the Act**

Under the Act, the Bond Bank has a perpetual existence and is granted all powers necessary, convenient or appropriate to carry out its public and corporate purposes including, without limitation, the power to do the following:

1. Make, enter into and enforce all contracts necessary, convenient or desirable for the purposes of the Bond Bank or pertaining to a loan to or a lease or an agreement with a qualified entity, a purchase, acquisition or a sale of qualified obligations or other investments or the performance of its duties and execution of its powers under the Act;
2. Purchase, acquire or hold qualified obligations or other investments for the Bond Bank's own account or for a qualified entity at such prices and in a manner as the Bond Bank considers advisable, and sell or otherwise dispose of the qualified obligations or investments at prices without relation to cost and in a manner the Bond Bank considers advisable;
3. Fix and establish terms and provisions upon which a purchase or loan will be made by the Bond Bank;

4. Prescribe the form of application or procedure required of a qualified entity for a purchase or loan and enter into agreements with qualified entities with respect to each purchase or loan;
5. Render and charge for services to a qualified entity in connection with a public or private sale of any qualified obligation, including advisory and other services;
6. Charge a qualified entity for costs and services in review or consideration of a proposed purchase, regardless of whether a qualified obligation is purchased, and fix, revise from time to time, charge and collect other program expenses properly attributable to qualified entities;
7. To the extent permitted by the indenture or other agreements with the owners of bonds or notes of the Bond Bank, consent to modification of the rate of interest, time and payment of installments of principal or interest, security or any other term of a bond, note, contract or agreement of any kind to which the Bond Bank is a party;
8. Appoint and employ general or special counsel, accountants, financial advisors or experts, and all such other or different officers, agents and employees as it requires;
9. In connection with any purchase, consider the need for and desirability or eligibility of the qualified obligation to be purchased, the ability of the qualified entity to secure financing from other sources, the costs of such financing and the particular public improvement or purpose to be financed or refinanced with the proceeds of the qualified obligation to be purchased by the Bond Bank;
10. Temporarily invest moneys available until used for making purchases, in accordance with the indenture or any other instrument authorizing the issuance of bonds or notes; and
11. Issue bonds or notes of the Bond Bank in accordance with the Act bearing fixed or variable rates of interest in aggregate principal amounts considered necessary by the Bond Bank to provide funds for any purposes under the Act; provided, that the total amount of bonds or notes of the Bond Bank outstanding at anyone time may not exceed any aggregate limit imposed by the Act, currently fixed at \$1,000,000,000. Such aggregate limit of \$1,000,000,000 does not apply to (i) bonds or notes issued to fund or refund bonds or notes of the Bond Bank; (ii) bonds or notes issued for the purpose of purchasing an agreement executed by a qualified entity under Indiana Code 20-49-4; (iii) bonds, notes, or other obligations not secured by a reserve fund under Indiana Code 5-1.5-5; and (iv) bonds, notes, or other obligations if funds and investments, and the anticipated earned interest on those funds and investments, are irrevocably set aside in amounts sufficient to pay the principal, interest, and premium on the bonds, notes, or obligations at their respective maturities or on the date or dates fixed for redemption.

Under the Act, the Bond Bank may not do any of the following:

1. Lend money other than to a qualified entity;
2. Purchase a security other than a qualified obligation to which a qualified entity is a party as issuer, borrower or lessee, or make investments other than as permitted by the Act;
3. Deal in securities within the meaning of or subject to any securities law, securities exchange law or securities dealers law of the United States, the State or any other state or jurisdiction, domestic or foreign, except as authorized by the Act;

4. Emit bills of credit or accept deposits of money for time or demand deposit, administer trusts or engage in any form or manner, or in the conduct of, any private or commercial banking business or act as a savings bank, savings and loan association or any other kind of financial institution; or
5. Engage in any form of private or commercial banking business.

### **Organization and Membership of the Bond Bank**

The membership of the Board of Directors of the Bond Bank (the “Board”) consists of seven Directors: the Treasurer of State, serving as Chairman Ex Officio, the Director of the Indiana Finance Authority, appointed by the Governor and serving as Director Ex Officio, and five Directors appointed by the Governor of the State. Each of the five Directors appointed by the Governor must be a resident of the State and must have substantial expertise in the buying, selling and trading of municipal securities or in municipal administration or public facilities management. Each such Director will serve for a three-year term as set forth below. Upon expiration of such term, a Director will continue to serve until a successor is appointed and qualified. Each such Director is also eligible for reappointment and may be removed for cause by the Governor. Any vacancy on the Board is filled by appointment of the Governor for the unexpired term only.

The Board elects one Director to serve as Vice Chairman. The Board also appoints and fixes the duties and compensation of an Executive Director, who serves as both secretary and treasurer. The powers of the Bond Bank are vested in the Board of Directors, any four of whom constitute a quorum. Action may be taken at any meeting of the Board by the affirmative vote of at least four Directors. A vacancy on the Board does not impair the right of a quorum to exercise the powers and perform the duties of the Board.

### **Directors**

The following persons, including those persons with the particular types of experience required by the Act, comprise the present Board:

Richard E. Mourdock, Treasurer of the State, February 10, 2007 to present and Chairman Ex Officio. Residence: Evansville, Indiana. President, R.E. Mourdock and Associates, LLC, 2001 to present; Vanderburgh County Commissioner, 1995 to 2002; Executive, Koester Companies, 1984 to 2000; Senior Geologist, Standard Oil Company, 1979 to 1984; Geologist, Amax Coal Company, 1974 to 1979.

Jennifer M. Alvey, Public Finance Director of the State, August 6, 2007 to present. Residence: Greenwood, Indiana. Indiana Finance Authority, Chief Operating Officer and General Counsel, 2006 to 2007; Ice Miller LLP, attorney, municipal finance section, 2003 to 2006; Indiana University, various accounting and treasury-related positions, 1995 to 2003; Certified Public Accountant (inactive); licensed to practice law in the States of Indiana and Illinois and before the District of Columbia Appeals Court.

William S. Konyha, Vice Chairman; term expires July 1, 2012. Residence: Wabash, Indiana. President & CEO, Economic Development Group of Wabash County, Inc., 2006 to present; Chairman, Indiana Main Street Council; Advisory Counsel, Office of Community and Rural Affairs; Governance Committee Member, Indiana Economic Development Association; Advisory Board, Ivy Tech State Community College.

Clark H. Byrum, Director; term expired July 1, 2003. Residence: Indianapolis, Indiana. Chairman of the Board and President, The Key Corporation, Indianapolis, Indiana, 1983 to present; Board Member Marian College, 2001 to present; Chairman of Audit Committee of Sigma Alpha Epsilon National Fraternity, 2004 to 2008; Member of the Archdiocese of Indianapolis Finance Council, 2001 to present.

Marni McKinney, Director, term expired July 1, 2004. Residence: Indianapolis, Indiana. Chairman, 2008 to present, Indiana Community Bank Advisory Board, M&I Marshall & Isley Bank; Vice President, 1984 to 1989, and Chairman of the Board, 1999 to 2008, First Indiana Bank; Vice Chairman and Chief Executive Officer, 1999 to 2005, and Chairman of the Board, 2005 to 2008, First Indiana Corporation; President and CEO, 1995 to 2000, The



Somerset Group; Board of Directors, Fairbanks Hospital, Inc.; Board of Directors, Indiana State Symphony Society; Member, Advisory Panel of the Butler Business Accelerator; Member, Central Indiana Community Foundation Investment Committee; Member, Housing Trust Fund Advisory Committee of the City of Indianapolis.

J. Scott Davison. Director; term expires July 1, 2012. Residence: Zionsville, Indiana. Chief Financial Officer, OneAmerica Financial Partners, Inc., June 1, 2004 to present; Senior Vice President, Corporate Planning, July 1, 2002 to June 1, 2004; Vice President, Corporate Planning, December 1, 2000 to July 1, 2002; Senior Vice President and Chief Financial Officer, AUL Reinsurance Management Services, January 15, 2000 to December 1, 2000; Senior Vice President and Chief Financial Officer, Duncanson & Holt, Inc., October 1997 to January 15, 2000. Vice Chair, Indiana Sports Corporation, January 1, 2008 to present; Member of the Clarian Health Subcommittee on Investments, April 1, 2009 to present; Chairman of the Board for Camptown Inc., January 1, 2008 to present.

There is currently one vacancy on the Board.

The Board is authorized to appoint and fix the duties and compensation of an Executive Director, who serves as both secretary and treasurer of the Board. Lisa Cottingham was appointed Executive Director of the Indiana Bond Bank effective July 28, 2010. Ms. Cottingham previously served as Controller for the Indiana Department of Corrections and was Executive Director of the Bond Bank from January, 1992 to July, 1995.

## OPERATION OF FUNDS AND ACCOUNTS

### General Fund

The Indenture creates and establishes a General Fund which will be held by the Trustee and will consist of the following accounts:

1. General Account
2. Redemption Account
3. Bond Interest Account
4. Bond Issuance Expense Account

**General Account.** The Trustee will deposit \$57,130,000 from Bond proceeds in the General Account of the General Fund, \$57,020,000 of which will be used to purchase the Qualified Obligations. Moneys in the General Account of the General Fund will be disbursed as follows: (i) on the date of delivery of the Bonds, to purchase Qualified Obligations as set forth in the Indenture, upon the submission of requisitions of the Bond Bank signed by an Authorized Officer stating that all requirements for the purchase of the Qualified Obligations have been or will be satisfied; (ii) on the Business Day next preceding each Interest Payment Date, an amount sufficient to pay principal of and interest on the Bonds on such Interest Payment Date; and (iii) as necessary, to pay fees and expenses of the Trustee allocable to the Program.

**Redemption Account.** There will be deposited in the Redemption Account all moneys received upon the extraordinary mandatory redemption (prior to maturity) of Qualified Obligations and all other moneys required to be deposited therein pursuant to the Indenture. Moneys in the Redemption Account will be distributed as follows: (i) on the fifteenth day of each month, to the General Account, an amount equal to the principal which would have been payable during the following month if such Qualified Obligations had not been sold or redeemed prior to maturity, (ii) on the second Business Day prior to any Interest Payment Date, if amounts in the General Account are not sufficient to make the payments of principal and interest required to be made on such date, to the General Account amounts in the Redemption Account available for such transfer and not otherwise committed under the Indenture to the redemption of Bonds for which notice of redemption has been given; and (iii) after provision has been made for the payments required under (i) and (ii) above to (a) redeem Bonds of such maturity or maturities as may be directed by an Authorized Officer if such Bonds are then subject to redemption or (b) purchase Bonds of such maturity or maturities as directed by an Authorized Officer at the most advantageous price obtainable with reasonable diligence,

whether or not such Bonds will then be subject to redemption. Such price may not, however, exceed the redemption price which would be payable on the next ensuing redemption date on which the Bonds so purchased are redeemable according to their terms. The Trustee will pay the interest accrued on any Bonds so purchased to the date of delivery thereof from the General Account and the balance of the purchase price from the Redemption Account, but no such purchase will be made by the Trustee within the period of forty-five (45) days next preceding an Interest Payment Date or a date on which such Bonds are subject to redemption.

At the direction of the Bond Bank, the Trustee may transfer any amounts in the Redemption Account to the General Account of the General Fund provided that the Trustee is provided with a Cash Flow Certificate taking into account such transfer.

***Bond Interest Account.*** The Trustee will deposit \$110,000.00 from the Bond proceeds in the Bond Interest Account of the General Fund. Such amount will be used to pay interest on the Bonds through and including July 15, 2011.

***Bond Issuance Expense Account.***

The Trustee will deposit \$353,002.40 of the proceeds of the Bonds in the Bond Issuance Expense Account for the purpose of paying the costs associated with issuing the Bonds. Moneys in the Bond Issuance Expense Account will be disbursed to pay Costs of Issuance of the Bonds or to reimburse the Bond Bank for amounts previously advanced for such costs, upon the Trustee's receipt of acceptable invoices or requisitions. All funds in the Bond Issuance Expense Account which are not expended for Costs of Issuance prior to March 1, 2011 will be transferred to the General Account of the General Fund.

**Amounts Remaining in Funds**

Any amounts remaining in any Fund or Account after full payment of all of the Bonds outstanding under the Indenture and the fees, charges and expenses of the Trustee will be disbursed to the Qualified Entities to be expended on Qualified Purposes, as described in Section 54F of the Code, unless otherwise provided for in the Indenture.

**THE BONDS AS LEGAL INVESTMENTS**

Under the Act, all financial institutions, investment companies, insurance companies, insurance associations, executors, administrators, guardians, trustees and other fiduciaries in the State may legally invest sinking funds, money or other funds belonging to or within the control of such fiduciaries in the bonds and Bonds of the Bond Bank issued under the Act.

**LITIGATION**

**Bond Bank**

There is not now pending or, to the Bond Bank's knowledge, threatened any litigation (1) restraining or enjoining the issuance, sale, execution or delivery of the Bonds, (2) prohibiting the Bond Bank from purchasing the Qualified Obligations with the proceeds of such Bonds, (3) in any way contesting or affecting the validity of the Bonds, or (4) restraining or enjoining any proceedings of the Bond Bank taken with respect to the issuance or sale thereof or the pledge or application of any moneys or security provided for the payment of the Bonds. Neither the creation, organization or existence of the Bond Bank, nor the title of any of the present Directors or other officers of the Bond Bank to their respective offices is being contested.

## **Qualified Entities**

Upon the issuance of the Qualified Obligations, the Bond Bank will receive a certification from each Qualified Entity described in Appendix A to the effect that (i) there is no action, suit, proceeding, inquiry or investigation, at law or in equity, pending or threatened against such Qualified Entity, wherein an unfavorable decision, ruling or finding would in any material respect adversely affect the transactions contemplated by such Qualified Entity's Purchase Agreement and (ii) the information provided to the Bond Bank by such Qualified Entity in connection with its participation in the Program did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

## **TAX MATTERS**

Interest on the Bonds is not excludable from gross income for Federal income tax purposes. In the opinion of Ice Miller LLP, Bond Counsel, under existing law as in effect as of the date hereof, interest on the Bonds is exempt from income taxation in the State of Indiana.

The foregoing does not purport to be a comprehensive discussion of the tax consequences of owning the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors with respect to the foregoing and other consequences of owning the Bonds.

## **LEGAL MATTERS**

Certain legal matters incident to the authorization and issuance of the Bonds by the Bond Bank are subject to the approval of Ice Miller LLP, Indianapolis, Indiana, Bond Counsel, whose approving opinion will be delivered with the Bonds. Certain legal matters will be passed upon for the Bond Bank by its counsel, Barnes & Thornburg LLP, Indianapolis, Indiana. Certain legal matters will be passed upon for the Underwriters by their counsel, Bose McKinney & Evans LLP, Indianapolis, Indiana.

Ice Miller LLP, Indianapolis, Indiana, serves as counsel to the Qualified Entities described in Appendix A hereto (except for the two Qualified Entities listed below) in connection with the issuance and sale of their respective Qualified Obligations and will be passing on certain legal matters in connection therewith. Bose McKinney & Evans LLP, Indianapolis, Indiana, serves as counsel to Brownsburg Community School Corporation in connection with the issuance and sale of its Qualified Obligations and will be passing on certain legal matters in connection therewith. Shanahan & Shanahan LLP, Indianapolis, Indiana serves as counsel to Culver Community Schools Corporation in connection with the issuance and sale of its Qualified Obligations and will be passing on certain legal matters in connection therewith.

The remedies available to the Trustee, to the Bond Bank or to the owners of the Bonds upon an Event of Default under the Indenture, under the terms of any of the Qualified Obligations purchased by the Bond Bank, and under the terms of any Purchase Agreement are in many respects dependent upon judicial actions which are often subject to discretion and delay. Under existing constitutional and statutory law and judicial decisions, including specifically Title 11 of the United States Code (the United States Bankruptcy Code), the remedies provided in the Indenture and under the Qualified Obligations or the Purchase Agreements may not be readily available or may be limited. Under Federal and State environmental laws, certain liens may be imposed on property of the Bond Bank or the Qualified Entities from time to time, but the Bond Bank has no reason to believe, under existing law, that any such lien would have priority over the lien on the payments on the Qualified Obligations pledged to owners of the Bonds under the Indenture or over the lien on the property taxes pledged to the owner of the Qualified Obligations under their respective resolutions. The various legal opinions to be delivered concurrently with the delivery of the Bonds will be qualified as to the enforceability of the various legal instruments by limitations imposed by bankruptcy, reorganization, insolvency or other similar laws affecting the rights of creditors generally (regardless of whether such enforceability is considered in a proceeding in equity or in law), by general principles of equity (regardless of whether such proceeding is considered in a proceeding in equity or at law) and by the valid exercise of the constitutional powers of the Qualified Entities, the State and the United States of America. These exceptions would encompass any exercise of any of the Qualified Entity's police powers in a manner consistent with the public

health and welfare. Enforceability of the Indenture, the Qualified Obligations or the Purchase Agreements in situations where such enforcement may adversely affect public health and welfare may be subject to the police powers of the State or any of the Qualified Entities.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. By rendering a legal opinion, the opinion giver does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon, or of the future performance of parties to such transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

## **RATINGS**

Standard & Poor's Ratings Services ("S&P") has assigned a programmatic bond rating of "AA+" to the Bonds, based on the State Intercept Program. This rating reflects only the view of S&P. Such rating is not a recommendation to buy, sell or hold the Bonds. There is no assurance that such rating will remain in effect for any given period of time or that such rating will not be lowered or withdrawn entirely by S&P if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of the rating may have an adverse effect upon the market price or marketability of the Bonds.

## **UNDERWRITING**

Under a bond purchase contract entered into between the Underwriters and the Bond Bank, the Bonds are being purchased by the Underwriters for reoffering at an aggregate purchase price of \$57,483,002.40. The purchase price reflects original issue premium of \$872,834.95, less an aggregate Underwriters' discount of \$409,832.55. The bond purchase contract provides that the Underwriters will purchase all of the Bonds if any are purchased. The obligations of the Bond Bank to deliver the Bonds and of the Underwriters to accept delivery of the Bonds are subject to various conditions contained in the bond purchase contract.

The Underwriters have agreed to make an initial public offering of all of the Bonds at yields not less than the yields set forth on the cover page of this Official Statement.

## **CONTINUING DISCLOSURE**

### **General**

Pursuant to the terms of the Indiana Bond Bank Continuing Disclosure Agreement, the Bond Bank, while the Bonds are outstanding (unless the Bonds are defeased), has agreed to provide to the Municipal Securities Rulemaking Board, through its Electronic Municipal Market Access System ("EMMA"), the following event notices with respect to the Bonds, if material, within ten days of occurrence:

- 1) non-payment related defaults;
- 2) modifications to rights of Bondholders;
- 3) bond calls;
- 4) release, substitution or sale of property securing repayment of the Bonds;
- 5) the consummation of a merger, consolidation or acquisition, or certain asset sales, involving the obligated person, or entry into or termination of a definitive agreement relating to the foregoing;
- 6) appointment of a successor trustee or change of name of a trustee.

In addition to the above events, the Bond Bank has agreed to provide the following event notices, regardless of materiality, within ten days of occurrence:

- 1) principal and interest payment delinquencies;
- 2) unscheduled draws on debt service reserves reflecting financial difficulties;
- 3) unscheduled draws on credit enhancements reflecting financial difficulties;
- 4) substitution of credit or liquidity providers, or their failure to perform;

- 5) defeasances;
- 6) adverse tax opinions, the issuance by the IRS 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;
- 7) ratings changes;
- 8) tender offers;
- 9) bankruptcy, insolvency, receivership or similar event of the obligated person.

The Bond Bank Continuing Disclosure Agreement provides that the above disclosure will be provided by “Material Obligated Persons”, which is defined therein as the Bond Bank and any Qualified Entity whose outstanding Qualified Obligations, measured at the end of any fiscal year, exceed twenty per cent (20%) of the aggregate outstanding amount of the Bonds. As of the date of issue of the Bonds, only the Bond Bank is a Material Obligated Person. Each Qualified Entity, while the Bonds are outstanding or until its Qualified Obligations are legally defeased, redeemed or paid in full, has agreed to provide to the Bond Bank annual financial information and the preceding event notices with respect to its Qualified Obligations in a timely manner. The Bond Bank is not required by its Continuing Disclosure Agreement to provide such disclosure unless a reportable event, as described above, occurs with respect to the Bonds. The disclosure obligations of the Bond Bank is referred to herein as the “Undertaking.”

### **Remedy**

The purpose of the Undertaking is to enable the Underwriters to purchase the Bonds in satisfaction of Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended (the “Rule”). The Undertaking is solely for the benefit of the holders and Beneficial Owners of the Bonds. The sole remedy against the Bond Bank for any failure to carry out any provision of the Undertaking will be for specific performance of the Bond Bank’s disclosure obligations under the Undertaking. The Trustee may (and, at the request of the holders of at least 25% in aggregate principal amount of Outstanding Bonds, will), or any holder or Beneficial Owner of the Bonds, may seek a mandate or specific performance by court order, to cause the Bond Bank to comply with its obligations under the Undertaking. For the purposes of this section only, “Beneficial Owner” means any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding any Bonds through nominees, depositories or other intermediaries) or (b) is treated as the owner of any Bond for federal income tax purposes.

Failure on the part of the Bond Bank to honor its Undertaking will not constitute a breach or default under the Bonds, the Indenture, or any other agreement to which the Bond Bank is a party.

### **Modification of Undertakings**

The Bond Bank and the Trustee and may, from time to time, amend any provision of the Undertaking without the consent of the holders or Beneficial Owners of the Bonds if: (a) such amendment (if related to certain provisions of the Undertaking) is made in connection with a change in circumstances that arises from a change in legal requirements, change in law or change in the identity, nature or status of the Bond Bank or type of business conducted, (b) the Undertaking, as so amended, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule on the date of execution thereof, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances, and (c) such amendment either (i) is approved by the holders of the Bonds in the same manner as provided in the Indenture for amendments to the Indenture with the consent of holders or (ii) in the opinion of nationally recognized bond counsel, does not materially impair the interests of the holders or Beneficial Owners of the Bonds.

A copy of the Undertaking is available from the Bond Bank upon request.

### **Compliance with Previous Undertakings**

In the previous five years, the Bond Bank has never failed to comply, in all material respects, with any previous undertaking in a written contract or agreement entered into pursuant to subsection (b)(5) of the Rule.

### **MISCELLANEOUS**

The Bond Bank's offices are located at 2980 Market Tower, 10 West Market Street, Indianapolis, Indiana 46204, telephone (317) 233-0888.

All quotations from, and summaries and explanations of, the Act, the Indenture, and the Purchase Agreements contained in this Official Statement do not purport to be complete and reference is made to each such document or instrument for full and complete statements of its provisions. The attached Appendices are an integral part of this Official Statement and must be read together with all of the foregoing statements. Copies in a reasonable quantity of the Act, the Indenture, the form of Purchase Agreement, and the supplemental materials furnished to the Bond Bank by the Qualified Entities may be obtained upon request directed to the Bond Bank.

It is the Bond Bank's current policy to provide its financial statements to the holders of its obligations, including the Bonds, upon written request. In addition, certain other information concerning the Bond Bank is available to the Trustee and holders of the Bonds pursuant to the Indenture.

Neither any advertisement of the Bonds nor this Official Statement is to be construed as constituting an agreement with the purchasers of the Bonds. So far as any statements are made in this Official Statement involving matters of opinion, whether or not expressly so stated, they are intended merely as such and not as representations of fact.

This Official Statement has been duly approved, executed and delivered by the Bond Bank.

INDIANA BOND BANK

By: Isl Richard E. Mourdock  
Chairman Ex Officio

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**BARR REEVE COMMUNITY SCHOOL BUILDING CORPORATION**

**General**

Area	-	Barr-Reeve Community Schools encompasses approximately 118 square miles in Daviess County and includes the Townships of Barr and Reeve and the Towns of Cannelburg, Montgomery and Alfordsville.
Audit	-	The most recent audit by the State Board of Accounts was filed on June 9, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

**Financing**

Financing Requested	-	\$1,990,000 Bonds (“Bonds”) maturing 2026.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Barr-Reeve Community Schools under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) the replacement of roofs and carpet, (ii) HVAC upgrades, (iii) renovations to classroom spaces, (iv) increased security and safety measures and (v) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	696
2008-2009	711
2007-2008	713
2006-2007	708
2005-2006	709

**BARR-REEVE COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	4,108,741
2009		4,268,211
2008		2,380,687
2007		2,472,892
2006		2,526,855

**Net Assessed Valuation**

<u>Year Payable</u>		<u>Net Assessed Valuation</u>
2010	\$	227,169,695
2009		218,089,191 (1)
2008		250,008,830 (2)
2007		233,497,065 (2)
2006		208,073,200

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>		<u>Gross Levy</u>		<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$	1,757,777	\$	1,034,813	58.87 % (2)
2009		1,741,854 (1)		1,744,261	100.14
2008		3,416,871		3,388,561	99.17
2007		3,051,338		3,103,059	101.70
2006		2,824,860		2,821,926	99.90

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.

**BARR REEVE COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Solar Sources, Inc.	Coal Company	\$ 8,829,050	3.89 %
Daviess Martin Rural Telephone	Telephone Utility	6,063,940	2.67
Gasthof Village, Inc.	Hotel/Restaurant	4,268,610	1.88
Daviess County Metal Sales, Inc.	Manufacturing Sheet Metal	3,800,745	1.67
Black Beauty Coal Company	Coal Company	3,181,600	1.40
Daviess Martin County Rural Electric	Electric Utility	2,843,200	1.25
R. L. Wilson Family Farms, Inc.	Farm	2,027,140	0.89
Graber Farms, Inc.	Farm	1,824,520	0.80
Country Oaks Golf Club, Inc.	Country Club	1,458,670	0.64
CSX Transportation, Inc.	Railroad Utility	1,430,970	0.63

Total Pay 2010  
Assessed Valuation \$ 227,169,695

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 13,489	\$ 567,396	\$ 341,727	\$ -	\$ 618,547	\$ -	\$ 203,102
Bank & Excise	-	50,561	30,451	-	55,119	-	18,098
State Grants	3,777,341	-	-	-	-	-	-
Miscellaneous	<u>719,089</u>	<u>49,482</u>	<u>85,199</u>	<u>-</u>	<u>59,199</u>	<u>2,750</u>	<u>-</u>
Total	<u>\$ 4,509,919</u>	<u>\$ 667,439</u>	<u>\$ 457,377</u>	<u>\$ -</u>	<u>\$ 732,865</u>	<u>\$ 2,750</u>	<u>\$ 221,200</u>
Disbursements	<u>\$ 4,422,649</u>	<u>\$ 556,259</u>	<u>\$ 440,870</u>	<u>\$ -</u>	<u>\$ 757,221</u>	<u>\$ 24,679</u>	<u>\$ 232,995</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 739,108	\$ 651,838	\$ 787,631
Debt Service	237,121	125,941	189,747
Transportation	180,499	163,992	193,658
Bus Replacement	15,881	15,881	15,881
Capital Projects	150,410	174,766	149,067
Special Ed/Preschool	-	21,929	13,221
Pension Debt Service	1,099	12,894	-

**BARR REEVE COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,855,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		985,000	
Proposed Lease Obligation Bonds		1,990,000	
Veterans and Common School Loans		279,654	
		<hr/>	
Total Outstanding Debt	\$	<u>5,109,654</u>	
Assessed Valuation (2009 Payable 2010)	\$	227,169,695	
Debt as a % of Assessed Valuation			2.25 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	1,855,000	
Present Ability to Issue General Obligation			
Bonds (if applicable)			Not Applicable

## BROWNSBURG COMMUNITY SCHOOL CORPORATION

### General

- Area - The Brownsburg Community School Corporation encompasses approximately 52 square miles in Hendricks County and includes the Townships of Brown and Lincoln; and the Town of Brownsburg.
- Audit - The most recent audit by the State Board of Accounts was filed on May 13, 2009 for the period July 1, 2005 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

### Financing

- Financing Requested - \$1,950,000 Bonds ("Bonds") maturing 2021.
- Security - The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the Brownsburg Community School Corporation.
- Purpose - The purpose of the proposed Bonds is to fund energy conservation methods through (i) new lighting, (ii) new HVAC and windows, (iii) upgrading restroom fixtures, and (iv) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	7,287
2008-2009	7,201
2007-2008	7,078
2006-2007	6,915
2005-2006	6,709

**BROWNSBURG COMMUNITY SCHOOL CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	39,860,976
2009		37,429,416
2008		22,789,410
2007		22,779,449
2006		11,192,531

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	1,751,089,300
2009		1,667,475,419 (1)
2008		2,108,815,237 (2)
2007		1,898,276,487 (2)
2006		1,708,043,790

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	27,115,618	\$	13,823,063	50.98	% (2)
2009		24,375,156 (1)		23,742,388	97.40	
2008		38,812,745		38,010,526	97.93	
2007		37,853,592		37,501,345	99.07	
2006		36,097,796		35,686,722	98.86	

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.  
 (2) Collections received to date.

**BROWNSBURG COMMUNITY SCHOOL CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2008 Pay 2009 Assessed Valuation (1)</u>	<u>% of Total Assessed Valuation</u>
HG Brownsburg Realty Group	Distribution Center	\$ 17,470,060	1.05 %
Brownsburg Music LLC	Distribution Center	15,918,670	0.95
National Hot Rod Association	Indianapolis Raceway Park	13,386,000	0.80
Wal-Mart	Shopping Plaza	11,604,200	0.70
Empirian Brownsburg Crossing	Apartments	11,328,800	0.68
Brownsburg Station Partners	Shopping Center	10,715,300	0.64
Crossroads Indiana	Community Resource Center	9,991,120	0.60
Ozark Auto Distributors	Auto Parts Distributor	8,336,030	0.50
Kohl's Indiana	Retail	7,750,400	0.46
Maplehurst Bakeries Inc.	Frozen Baked Goods	7,363,900	0.44
Total Pay 2009 Assessed Valuation		<u>\$ 1,667,475,419</u>	

(1) Per the School Corporation, Pay 2010 data was unavailable; however, the School Corporation is not aware of any material changes to the above list.

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 4,731,271	\$ 20,184,418	\$ 4,152,414	\$ 912,675	\$ 6,636,655	\$ 10,585	\$ 837,461
Bank & Excise	(206,086)	1,123,731	233,435	49,426	344,455	(569)	59,439
State Grants	37,429,416	-	-	-	-	236,500	-
Miscellaneous	2,342,704	-	52,119	-	35,080	2,205	-
Adjustments	<u>3,634,499</u>	<u>10,015,262</u>	<u>1,040,596</u>	<u>-</u>	<u>-</u>	<u>102,278</u>	<u>131,745</u>
Total	<u>\$ 47,931,804</u>	<u>\$ 31,323,411</u>	<u>\$ 5,478,564</u>	<u>\$ 962,101</u>	<u>\$ 7,016,190</u>	<u>\$ 350,999</u>	<u>\$ 1,028,645</u>
Disbursements (1)	<u>\$ 49,767,803</u>	<u>\$ 28,575,097</u>	<u>\$ 5,522,532</u>	<u>\$ 1,628,557</u>	<u>\$ 5,859,401</u>	<u>\$ 350,999</u>	<u>\$ 765,132</u>

(1) Includes adjustments.

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 137,225	\$ 1,973,224	\$ 3,750,075
Debt Service	8,427,990	5,679,676	9,004,408
Transportation	701,611	745,579	1,112,202
Bus Replacement	1,495,197	2,161,653	2,034,838
Capital Projects	2,525,823	1,369,034	2,784,154
Special Ed/Preschool	-	-	10,118
Pension Debt Service	263,513	-	-
Rainy Day Fund	3,203,483	-	-

**BROWNSBURG COMMUNITY SCHOOL CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	7,495,000
Proposed General Obligation Bonds		1,950,000
Lease Obligation Bonds Outstanding		183,505,000
Proposed Lease Obligation Bonds		-
Veterans and Common School Loans		363,995
Total Outstanding Debt	\$	<u>193,313,995</u>
Assessed Valuation (2009 Payable 2010)		1,751,089,300
Debt as a % of Assessed Valuation		11.04 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	7,495,000
Present Ability to Issue General Obligation		
Bonds (if applicable)	\$	4,178,929



## CENTRAL NOBLE SCHOOL BUILDING CORPORATION

### General

Area	-	The Central Noble Community School Corporation encompasses approximately 109 square miles in Noble County and includes the Townships of Albion, Albion-Albion, Jefferson, Noble, York and Albion-Jeffersonville; and the Town of Albion.
Audit	-	The most recent audit by the State Board of Accounts was filed on April 1, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

The proposed Bonds will be issued on parity the Central Noble School Building Corporation First Mortgage Bonds, Series 2004.

### Financing

Financing Requested	-	\$1,975,000 Bonds ("Bonds") maturing 2020.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Central Noble Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) HVAC upgrade, (ii) central plant upgrade, (iii) window and door replacement, and (iv) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,306
2008-2009	1,302
2007-2008	1,329
2006-2007	1,369
2005-2006	1,394

**CENTRAL NOBLE SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 8,427,397
2009	8,399,281
2008	5,168,067
2007	5,283,541
2006	5,384,348

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 371,618,869
2009	366,698,680 (1)
2008	423,069,381 (2)
2007	383,051,392 (2)
2006	340,019,305

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 2,945,868	\$ 1,809,536	61.43 % (2)
2009	2,861,280 (1)	2,799,336	97.84
2008	5,874,510	5,730,164	97.54
2007	5,465,016	5,138,552	94.03 (3)
2006	4,930,741	4,835,782	98.07

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) According to the Noble County Auditor's office, tax collections were delayed.

**CENTRAL NOBLE SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Robert Bosch LLC	Automotive Fans and Shrouds Manufacturing	\$ 14,684,170	3.95 %
Dexter Axle, Division of Tomkins Industries	Trailer Component Manufacturing	13,566,430	3.65
Busche Enterprise Division	Automotive Parts Manufacturing	8,409,090	2.26
Parker-Hannifin Corporation	Brass Fittings and Valves Manufacturing	5,356,780	1.44
Noble County REMC	Electric Utility	3,923,470	1.06
Lemmon Acre/Whiteshire Hamroc	Agricultural Operation	3,782,320	1.02
Citation Albion/Berlin Foundry Corp.	Production Machine Shop	3,723,720	1.00
Stag III Albion III	Industrial Warehouse	3,652,060	0.98
CSX Corporation	Railroad/Transportation Co.	2,373,120	0.64
Indiana Michigan Power	Electric Utility	2,235,120	0.60
Total Pay 2010 Assessed Valuation		<u>\$ 371,618,869</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ (1,038)	\$ 847,054	\$ 683,705	\$ 131,380	\$ 1,069,869	\$ 3	\$ 68,575
Bank & Excise	-	84,102	67,887	13,043	106,231	-	6,806
State Grants	7,838,634	-	-	-	-	24,750	-
Miscellaneous	115,236	69,430	56,416	11,198	631,070	-	-
Total	<u>\$ 7,952,832</u>	<u>\$ 1,000,586</u>	<u>\$ 808,008</u>	<u>\$ 155,621</u>	<u>\$ 1,807,170</u>	<u>\$ 24,753</u>	<u>\$ 75,381</u>
Disbursements	<u>\$ 7,599,037</u>	<u>\$ 1,046,863</u>	<u>\$ 677,014</u>	<u>\$ 108,260</u>	<u>\$ 1,959,904</u>	<u>\$ 37,378</u>	<u>\$ 69,944</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 716,598	\$ 362,803	\$ 221,231
Debt Service	500,209	546,487	385,140
Transportation	728,436	597,442	424,493
Bus Replacement	91,312	43,951	(19,327)
Capital Projects	540,830	693,565	387,233
Special Ed/Preschool	-	12,625	20,702
Pension Debt Service	7,540	2,102	53,103

**CENTRAL NOBLE SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,295,000
Proposed General Obligation Bonds		-
Lease Obligation Bonds Outstanding		3,495,000
Proposed Lease Obligation Bonds		1,975,000
Veterans and Common School Loans		-
		<hr/>
Total Outstanding Debt	\$	<u>6,765,000</u>
Assessed Valuation (2009 Payable 2010)		371,618,869
Debt as a % of Assessed Valuation		1.82 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	1,295,000
Present Ability to Issue General Obligation Bonds (if applicable)		Not Applicable

## CLINTON CENTRAL 2009 SCHOOL BUILDING CORPORATION

### General

Area	-	The Clinton Central School Corporation encompasses approximately 179 square miles in Clinton County and includes the Townships of Forest, Johnson, Kirklin, Michigan, Sugar Creek, Warren; and the Towns of Kirklin and Michigantown.
Audit	-	The most recent audit by the State Board of Accounts was filed on March 25, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

The proposed Bonds will be issued on parity with the Clinton Central 2009 School Building Corporation Taxable Ad Valorem Property Tax First Mortgage Bonds, Series 2009 and the Clinton Central 2009 School Building Corporation Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2010.

### Financing

Financing Requested	-	\$2,445,000 Bonds ("Bonds") maturing 2014.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Clinton Central School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) the replacement HVAC systems, (ii) upgrades to the interiors of the elementary and high schools, (iii) miscellaneous repairs, and (iv) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,072
2008-2009	1,048
2007-2008	1,074
2006-2007	1,087
2005-2006	1,106

**CLINTON CENTRAL 2009 SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	6,462,651
2009		6,271,086
2008		3,605,107
2007		3,842,757
2006		4,025,017

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	313,765,459
2009		309,955,834 (1)
2008		343,112,544 (2)
2007		305,487,865 (2)
2006		285,676,071

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	1,968,381		(2)		(2)
2009		1,469,372 (1)	\$	1,469,594	100.02	%
2008		3,983,347		3,972,210	99.72	
2007		3,831,521		3,790,288	98.92	
2006		3,568,491		3,579,321	100.30	

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) In Process. Per the Clinton County Auditor's office, the 1<sup>st</sup> property tax installment for Pay 2010 will be distributed in September.

**CLINTON CENTRAL 2009 SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Midland Impact LLP/Co-Alliance LLP	Grain Processor	\$ 5,360,500	1.71 %
Rose Acre Farms, Inc.	Farm	4,975,200	1.59
Thompson Farms of Clinton County Inc.	Farm	4,513,580	1.44
Charles Dunn Farms	Farm	2,978,050	0.95
The Farmers Bank	Financial Institution	2,048,170	0.65
Duke Energy	Utility	1,765,300	0.56
Summit Bank of Clinton County	Agricultural Services	1,514,130	0.48
Ristow Farms	Farm	1,251,870	0.40
D&B Mennen Farms	Farm	1,074,800	0.34
Omer Mathews	Farm	1,028,505	0.33
Total Pay 2010 Assessed Valuation		<u>\$ 313,765,459</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 1,192,056	\$ 174,732	\$ 302,990	\$ 65,893	\$ 330,689	\$ 2,443	\$ 29,463
Bank & Excise	186,767	61,987	113,015	14,934	110,754	388	5,921
State Grants	5,803,616	-	-	-	-	33,000	-
Miscellaneous	150,205	108	4,479	40	175	1	15
Total	<u>\$ 7,332,644</u>	<u>\$ 236,827</u> (1)	<u>\$ 420,484</u> (2)	<u>\$ 80,867</u> (3)	<u>\$ 441,618</u> (4)	<u>\$ 35,832</u>	<u>\$ 35,399</u> (5)
Disbursements	<u>\$ 5,985,608</u>	<u>\$ 390,878</u>	<u>\$ 677,875</u>	<u>\$ 227,577</u>	<u>\$ 1,370,720</u>	<u>\$ 52,515</u>	<u>\$ 95,358</u>

- (1) Property tax distributions received from the County were delayed. A distribution of \$299,077 for the year payable 2009 was received in June 2010.
- (2) Property tax distributions received from the County were delayed. A distribution of \$564,338 for the year payable 2009 was received in June 2010.
- (3) Property tax distributions received from the County were delayed. A distribution of \$38,956 for the year payable 2009 was received in June 2010.
- (4) Property tax distributions received from the County were delayed. A distribution of \$493,100 for the year payable 2009 was received in June 2010.
- (5) Property tax distributions received from the County were delayed. Distributions totaling \$73,961 for the year payable 2009 were received in 2010.

**CLINTON CENTRAL 2009 SCHOOL BUILDING CORPORATION (Continued)**

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 1,149,742	\$ (197,294) (1)	\$ 215,160
Debt Service	(161,068) (2)	(7,017) (3)	30,330
Transportation	(115,906) (4)	141,485 (5)	138,986
Bus Replacement	70,669 (6)	217,379 (7)	246,773
Capital Projects	(511,473) (8)	417,628 (9)	397,793
Special Ed/Preschool	-	16,682	26,014
Pension Debt Service	(69,942) (10)	(9,984) (11)	7,290

- (1) Property tax distributions received from the County were delayed. Distributions totaling \$1,191,896 for the year payable 2008 were received in 2009.
- (2) Property tax distributions received from the County were delayed. A distribution of \$299,077 for the year payable 2009 was received in June 2010.
- (3) Property tax distributions received from the County were delayed. Distributions totaling \$174,708 for the year payable 2008 were received in 2009.
- (4) Property tax distributions received from the County were delayed. A distribution of \$564,338 for the year payable 2009 was received in June 2010.
- (5) Property tax distributions received from the County were delayed. Distributions totaling \$302,948 for the year payable 2008 were received in 2009.
- (6) Property tax distributions received from the County were delayed. A distribution of \$38,956 for the year payable 2009 was received in June 2010.
- (7) Property tax distributions received from the County were delayed. Distributions totaling \$65,883 for the year payable 2008 were received in 2009.
- (8) Property tax distributions received from the County were delayed. A distribution of \$493,099 for the year payable 2009 was received in June 2010.
- (9) Property tax distributions received from the County were delayed. Distributions totaling \$330,638 for the year payable 2008 were received in 2009.
- (10) Property tax distributions received from the County were delayed. Distributions totaling \$73,961 for the year payable 2009 were received in 2010.
- (11) Property tax distributions received from the County were delayed. Distributions totaling \$29,458 for the year payable 2008 were received in 2009.

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	795,000
Proposed General Obligation Bonds		-
Lease Obligation Bonds Outstanding		12,440,000 (1)
Proposed Lease Obligation Bonds		2,445,000
Veterans and Common School Loans		-
<b>Total Outstanding Debt</b>	<b>\$</b>	<b>15,680,000</b>
Assessed Valuation (2009 Payable 2010)	\$	313,765,459
Debt as a % of Assessed Valuation		5.00 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	795,000
Present Ability to Issue General Obligation Bonds (if applicable)		Not Applicable

(1) Includes the proposed 2010 Refunding Bonds in the amount of \$2,440,000.



**CULVER COMMUNITY SCHOOLS CORPORATION**

**General**

Area	-	Culver Community Schools Corporation encompasses approximately 151 square miles in Marshall, Fulton, Pulaski and Starke Counties and includes Union Township and Town of Culver in Marshall County; Tippecanoe Township and Town of Monterey in Pulaski County; Aubeenaubbee Township in Fulton County; and North Bend Township in Starke County.
Audit	-	The most recent audit by the State Board of Accounts was filed on February 22, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

**Financing**

Financing Requested	-	\$2,000,000 Bonds ("Bonds") maturing 2026.
Security	-	The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the Culver Community Schools Corporation.
Purpose	-	The purpose of the proposed Bonds is to fund (i) boiler upgrades, (ii) HVAC upgrades, (iii) lighting upgrades, and (iv) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,035
2008-2009	1,022
2007-2008	1,101
2006-2007	1,142
2005-2006	1,165

**CULVER COMMUNITY SCHOOLS CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 7,740,257
2009	7,618,941
2008	3,424,250
2007	3,393,083
2006	3,531,580

**Net Assessed Valuation**

<u>Year</u>	<u>Net Assessed</u>
<u>Payable</u>	<u>Valuation</u>
2010	\$ 831,096,687
2009	813,573,829 (1)
2008	847,513,149 (2)
2007	813,440,230 (2)
2006	539,780,855

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>	<u>Gross Levy</u>	<u>Total</u>	<u>% Total</u>
<u>Payable</u>		<u>Collected</u>	<u>Collected</u>
2010	\$ 3,282,347	\$ 1,417,925	43.20 % (2)
2009	3,061,444 (1)	3,196,152	104.40 (3)
2008	7,092,535	7,032,973	99.16
2007	6,432,776	6,336,798	98.51
2006	5,912,177	6,076,690	102.78 (4)

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.  
 (2) Collections received to date.  
 (3) Increase in tax collections due to collection of delinquent taxes.  
 (4) Auditor's office was unable to provide explanation for large collections.

**CULVER COMMUNITY SCHOOLS CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Irsay, James S. and Margaret M.	Residential Property	\$ 11,189,600	1.35 %
Culver Educational Foundation d/b/a The Culver Academies	College Preparatory Boarding School	11,110,680	1.34
Medallion Cabinets	Manufacturer of Cabinets	5,181,380	0.62
Zeglis, John and Carol	Residential Property	5,073,100	0.61
Northern Indiana Public Service Company	Gas and Electric Utility	4,756,680	0.57
Kindt, Donald T. and Barbara J.	Residential Property	4,676,400	0.56
Griffith, Charles Perry Jr.	Residential Property	4,544,900	0.55
Harrison Steel Castings Company	Manufacturer of Carbon and Alloy Steel Castings	4,319,800	0.52
Greenleaf, Anne Lewellen	Residential Property	4,224,550	0.51
Braun Land Holdings, LLC	Real Estate	4,182,900	0.50
Total Pay 2010 Assessed Valuation		<u>\$ 831,096,687</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 290,615	\$ 1,506,861	\$ 709,858	\$ 253,443	\$ 649,671	\$ 529	\$ 311,081
Bank & Excise	21,267	103,176	50,942	18,177	47,153	52	22,321
State Grants	7,022,385	-	-	-	-	22,000	-
Miscellaneous	<u>139,987</u>	<u>134,751</u>	<u>65,583</u>	<u>21,986</u>	<u>270,573</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 7,474,254</u>	<u>\$ 1,744,788</u>	<u>\$ 826,383</u>	<u>\$ 293,606</u>	<u>\$ 967,397</u>	<u>\$ 22,581</u>	<u>\$ 333,402</u>
Disbursements	<u>\$ 7,205,809</u>	<u>\$ 1,437,644</u>	<u>\$ 763,491</u>	<u>\$ 252,210</u>	<u>\$ 1,441,310</u>	<u>\$ 26,526</u>	<u>\$ 300,388</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 340,855	\$ 72,410	\$ (83,512) (1)
Debt Service	808,342	501,198	74,211
Transportation	68,440	5,548	(301,338) (1)
Bus Replacement	55,666	14,270	(149,488) (1)
Capital Projects	556,526	1,030,439	856,740
Special Ed/Preschool	-	3,945	9,560
Pension Debt Service	41,587	8,573	(12,366) (1)

(1) The School Corporation only received one tax distribution in Marshall County in 2007. The second distribution from Marshall County was received February 2008.

**CULVER COMMUNITY SCHOOLS CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,580,000
Proposed General Obligation Bonds		2,000,000
Lease Obligation Bonds Outstanding		16,820,000
Proposed Lease Obligation Bonds		-
Veterans and Common School Loans		-
Total Outstanding Debt	\$	<u>21,400,000</u>
Assessed Valuation (2009 Payable 2010)	\$	831,096,687
Debt as a % of Assessed Valuation		2.57 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	2,580,000
Present Ability to Issue General Obligation		
Bonds (if applicable)	\$	2,960,645

**DEKALB COUNTY CENTRAL UNITED SCHOOL CORPORATION**

**General**

Area	-	DeKalb County Central United School Corporation encompasses approximately 165 square miles in DeKalb County and includes the Townships of Fairfield, Grant, Jackson, Richland, Smithfield, and Union; the Towns of Corunna and Waterloo; and a portion of the Town of Ashley.
Audit	-	The most recent audit by the State Board of Accounts was filed on March 20, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

**Financing**

Financing Requested	-	\$2,000,000 Bonds (“Bonds”) maturing 2020.
Security	-	The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the DeKalb County Central United School Corporation.
Purpose	-	The purpose of the proposed Bonds is to fund (i) HVAC improvements, and (ii) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	4,034
2008-2009	4,042
2007-2008	4,185
2006-2007	4,185
2005-2006	4,158

DEKALB COUNTY CENTRAL UNITED SCHOOL CORPORATION (Continued)

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	22,798,402
2009		22,947,971
2008		14,109,120
2007		14,045,349
2006		14,114,621

**Net Assessed Valuation**

<u>Year</u>	<u>Net Assessed</u>
<u>Payable</u>	<u>Valuation</u>
2010	\$ 1,035,705,043
2009	1,025,123,136 (1)
2008	1,212,062,150 (2)
2007	1,179,826,890 (2)
2006	1,057,197,942

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Total</u>	<u>% Total</u>
<u>Payable</u>	<u>Gross Levy</u>	<u>Collected</u>	<u>Collected</u>
2010	\$ 10,099,612	In Process	In Process
2009	9,765,624	\$ 9,546,388	97.76 %
2008	17,651,308	17,140,277	97.10
2007	16,455,064	15,819,643	96.14
2006	15,752,167	15,847,887	100.61

**DEKALB COUNTY CENTRAL UNITED SCHOOL CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Cooper Standard Automotive	Auto Chassis Parts Manufacturing	\$ 28,147,450	2.72 %
Guardian Automotive Products	Automotive Glass Manufacturing	20,808,410	2.01
Foamex Innovations Operating Co.	Plastic and Foam Products	12,392,780	1.20
SPX Corp. Contech Division	Metal Formed Product Manufacturing	11,384,700	1.10
Rieke Corp.	Plastic Closure and Dispenser Manufacturing	10,043,540	0.97
Alcoa Automotive	Aluminum Automotive Parts Manufacturing	9,794,730	0.95
Eaton Corp.	Axle and Brake Manufacturing	9,119,870	0.88
Auburn Plaza LLC	Shopping Center	8,713,100	0.84
Reisco Inc.	Shopping Center	8,069,750	0.78
SNH RMI Smith Farms Manor	Long-Term Health Care Facility	7,909,700	0.76
Total Pay 2010 Assessed Valuation		<u>\$ 1,035,705,043</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 344,685	\$ 3,559,998	\$ 1,999,502	\$ 252,166	\$ 2,492,486	\$ 79	\$ 1,174,829
Bank & Excise	12,276	350,103	196,402	24,769	244,829	7	115,388
State Grants	21,334,666	-	-	-	-	115,500	-
Miscellaneous	996,150	287,984	1,076,149	20,326	348,327	-	6,855
Total	<u>\$ 22,687,777</u>	<u>\$ 4,198,085</u>	<u>\$ 3,272,053</u>	<u>\$ 297,261</u>	<u>\$ 3,085,642</u>	<u>\$ 115,586</u>	<u>\$ 1,297,072</u>
Disbursements	<u>\$ 22,904,422</u>	<u>\$ 4,097,418</u>	<u>\$ 2,874,804</u>	<u>\$ 346,611</u>	<u>\$ 2,576,778</u>	<u>\$ 259,697</u>	<u>\$ 1,373,775</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 1,900,768	\$ 2,117,413	\$ 2,972,614
Debt Service	2,041,929	1,941,262	1,802,307
Transportation	517,691	120,442	147,945
Bus Replacement	33,474	82,824	(8,704)(1)
Capital Projects	2,353,611	1,844,747	1,843,800
Special Ed/Preschool	-	144,111	248,254
Pension Debt Service	653,632	730,335	456,355

(1) Negative fund balance due to delayed property tax receipts.

**DEKALB COUNTY CENTRAL UNITED SCHOOL CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,980,000	
Proposed General Obligation Bonds		2,000,000	
Lease Obligation Bonds Outstanding		20,795,000	
Proposed Lease Obligation Bonds			
Veterans and Common School Loans			-
Total Outstanding Debt	\$	<u>24,775,000</u>	
Assessed Valuation (2009 Payable 2010)	\$	1,035,705,043	
Debt as a % of Assessed Valuation			2.39 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	1,980,000	
Present Ability to Issue General Obligation			
Bonds (if applicable)	\$	4,924,700	



## FAIRFIELD COMMUNITY SCHOOLS

### General

- Area - Fairfield Community Schools encompasses approximately 124 square miles in Elkhart County and includes the Townships of Benton, Clinton and Jackson; and the City of Millersburg.
- Audit - The most recent audit by the State Board of Accounts was filed on June 25, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

### Financing

- Financing Requested - \$630,000 Bonds ("Bonds") maturing 2021.
- Security - The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the Fairfield Community Schools.
- Purpose - The purpose of the proposed Bonds is to (i) replace windows in two buildings, (ii) fund various masonry concerns and (iii) fund the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	2,048
2008-2009	2,066
2007-2008	2,108
2006-2007	2,106
2005-2006	2,076

**FAIRFIELD COMMUNITY SCHOOLS (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	11,217,203
2009		11,591,982
2008		7,155,940
2007		7,416,982
2006		7,233,385

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	552,822,831
2009		558,155,275 (1)
2008		637,891,260 (2)
2007		597,048,880 (2)
2006		506,246,560

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	5,500,603		\$	3,039,397	55.26 % (2)
2009		6,472,938 (1)			6,341,413	97.97
2008		10,210,920			9,928,289	97.23
2007		9,477,273			9,401,607	99.20
2006		9,002,992			9,113,413	101.23

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.  
 (2) Collections received to date.

**FAIRFIELD COMMUNITY SCHOOLS (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Carriage, Inc.	Recreational Vehicles Manufacturing	\$ 13,987,980	2.53 %
Northern Indiana Public Service Company	Gas and Electric Utility	8,969,682	1.62
Schrock Homes, Inc.	Residential and Commercial Construction	7,321,900	1.32
BPC Realty Holdings	Industrial Real Estate	6,252,870	1.13
Forest River	Recreational Vehicles Manufacturing	5,425,900	0.98
Smoker Craft, Inc.	Boat Repair and Manufacturing	5,060,170	0.92
Veada Industries	Boat Seating and Camper Tents Manufacturing	4,673,680	0.85
KMC Controls (formerly Kreuter Manufacturing Co.)	Building Automation Systems and HVAC Controls Manufacturing	4,216,400	0.76
MMI Products, Inc.	Chain Link Fence Installation and Manufacturing	3,355,550	0.61
Flexsteel Industries, Inc.	Seats and Furniture Manufacturing	3,321,300	0.60

Total Pay 2010  
Assessed Valuation \$ 552,822,831

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>
Receipts						
Property Taxes	\$ 1,953,608	\$ 4,897,136	\$ 1,237,894	\$ 254,411	\$ 2,427,788	\$ 4,658
Bank & Excise	11,885	233,479	58,337	10,329	110,942	36
State Grants (1)	10,519,649	-	-	-	-	68,750
Miscellaneous	<u>471,796</u>	<u>1,120,320</u>	<u>219,432</u>	<u>187,157</u>	<u>1,277,710</u>	<u>-</u>
Total	<u>\$ 12,956,938</u>	<u>\$ 6,250,935</u>	<u>\$ 1,515,663</u>	<u>\$ 451,897</u>	<u>\$ 3,816,440</u>	<u>\$ 73,444</u>
Disbursements	<u>\$ 12,753,678</u>	<u>\$ 5,288,025</u>	<u>\$ 1,520,605</u>	<u>\$ 539,542</u>	<u>\$ 3,262,220</u>	<u>\$ 94,416</u>

(1) Activity does not include AARA distribution of \$149,696 (Account 7950) in lieu of basic grant distribution from the State.

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 2,310,529	\$ 2,107,269	\$ 2,306,828
Debt Service	1,629,704	666,794	334,688
Transportation	526,726	531,668	411,837
Bus Replacement	28,667	116,312	28,824
Capital Projects	3,232,471	2,678,251	2,547,876
Special Ed/Preschool	-	20,972	26,717

**FAIRFIELD COMMUNITY SCHOOLS (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	-
Proposed General Obligation Bonds		630,000
Lease Obligation Bonds Outstanding		27,685,000
Proposed Lease Obligation Bonds		-
Veterans and Common School Loans		-
Total Outstanding Debt	\$	<u>28,315,000</u>
Assessed Valuation (2009 Payable 2010)	\$	552,822,831
Debt as a % of Assessed Valuation		5.12 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	-
Present Ability to Issue General Obligation		
Bonds (if applicable)	\$	3,685,486

**GOSHEN COMMUNITY SCHOOLS**

**General**

- Area - Goshen Community Schools encompasses approximately 36 square miles and is coterminous with Elkhart Township in Elkhart County and includes the City of Goshen except for land annexed in 1975 in Concord Township and in 1988 in Harrison Township.
  
- Audit - The most recent audit by the State Board of Accounts was filed on March 20, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

**Financing**

- Financing Requested - \$1,500,000 Bonds (“Bonds”) maturing 2019.
  
- Security - The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the Goshen Community Schools.
  
- Purpose - The purpose of the proposed Bonds is to (i) update/replace heating and cooling systems, (ii) update/replace boilers, (iii) replace windows, and (iv) fund the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	6,134
2008-2009	6,268
2007-2008	6,247
2006-2007	6,235
2005-2006	6,150

**GOSHEN COMMUNITY SCHOOLS (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	39,358,180
2009		37,533,082
2008		28,446,498
2007		26,879,001
2006		25,975,139

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	1,267,254,141
2009		1,323,685,415 (1)
2008		1,516,411,660 (2)
2007		1,480,427,050 (2)
2006		1,375,431,590

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	16,865,866		\$	8,465,617	50.19 % (2)
2009		15,733,324 (1)			15,152,677	96.31
2008		26,132,322			25,519,742	97.66
2007		25,321,225			25,078,926	99.04
2006		23,279,180			23,843,986	102.43

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.

**GOSHEN COMMUNITY SCHOOLS (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2008 Pay 2009 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Hoogenboom-Nofziger	Land/Building Holding	\$ 26,317,900	1.99 %
Kenstone Corp.	RV Manufacturing	21,955,260	1.66
NIPSCO	Gas and Electric Utility	21,453,430	1.62
Drew Ind./Lippert Manufacturing	RV Chassis Manufacturing	21,064,290	1.59
Homecrest Corp.	Kitchen/Bath Cabinets	19,328,610	1.46
Benteler Automotive	Automobile Parts Manufacturing	18,162,430	1.37
Dutchmen Manufacturing	RV Manufacturing	17,081,970	1.29
Wal-Mart Stores	Retail Store	16,642,180	1.26
Supreme Corp.	Bus/Truck Bodies Manufacturing	16,425,280	1.24
Menard, Inc.	Retail Store	12,395,320	0.94
Total Pay 2009 Assessed Valuation		<u>\$ 1,323,685,415</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 3,971,400	\$ 11,053,574	\$ 2,851,667	\$ 300,961	\$ 6,734,861	\$ 13,248	\$ 881,454
Bank & Excise	31,232	1,172,895	315,769	15,674	693,987	111	53,403
State Grants	36,229,668	-	-	-	-	222,750	-
Miscellaneous	<u>647,541</u>	<u>1,491,884</u>	<u>898,196</u>	<u>278,880</u>	<u>14,318</u>	<u>-</u>	<u>391,029</u>
Total	<u>\$ 40,879,841</u>	<u>\$ 13,718,353</u>	<u>\$ 4,065,632</u>	<u>\$ 595,515</u>	<u>\$ 7,443,166</u>	<u>\$ 236,109</u>	<u>\$ 1,325,886</u>
Disbursements	<u>\$ 37,109,148</u>	<u>\$ 12,697,160</u>	<u>\$ 3,930,430</u>	<u>\$ 570,812</u>	<u>\$ 4,708,086</u>	<u>\$ 292,405</u>	<u>\$ 1,343,237</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 8,219,029	\$ 4,448,336	\$ 8,461,079
Debt Service	3,755,120	2,733,927	5,077,823
Transportation	498,349	363,147	317,308
Bus Replacement	227,363	202,660	132,004
Capital Projects	6,381,730	3,646,650	4,609,560
Special Ed/Preschool	-	56,296	55,966
Pension Debt Service	-	17,351	16,767

**GOSHEN COMMUNITY SCHOOLS (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	3,460,000	
Proposed General Obligation Bonds		1,500,000	
Lease Obligation Bonds Outstanding		70,289,282	
Proposed Lease Obligation Bonds		-	
Veterans and Common School Loans		<u>767,893</u>	
Total Outstanding Debt	\$	<u>76,017,175</u>	
Assessed Valuation (2009 Payable 2010)	\$	1,267,254,141	
Debt as a % of Assessed Valuation			6.00 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	3,460,000	
Present Ability to Issue General Obligation			
Bonds (if applicable)	\$	4,988,361	



## KNOX MIDDLE SCHOOL BUILDING CORPORATION

### General

Area	-	The Knox Community School Corporation encompasses approximately 103 square miles in Starke County and includes the Townships of California-Knox, Center and Washington; and the City of Knox.
Audit	-	The most recent audit by the State Board of Accounts was filed on March 31, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

### Financing

Financing Requested	-	\$1,970,000 Bonds ("Bonds") maturing 2022.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Knox Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) HVAC improvements, (ii) roofing repairs, (iii) miscellaneous improvements, and (iv) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	2,015
2008-2009	2,015
2007-2008	2,043
2006-2007	2,039
2005-2006	2,008

**KNOX MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	12,470,282
2009		12,214,318
2008		8,788,758
2007		8,886,054
2006		9,041,452

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	444,945,460
2009		434,279,792 (1)
2008		487,708,408 (2)
2007		454,764,260 (2)
2006		386,882,715

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	4,931,910	\$	2,856,121	57.91	% (2)
2009		4,093,178 (1)		4,185,862	102.26	
2008		7,530,063		7,445,941	98.88	
2007		6,672,145		7,056,407	105.76	(3)
2006		5,928,110		6,574,311	110.90	(3)

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) According to the Starke County Auditor's office, the budgets for 2006 and 2007 were based on estimated net assessed values which were estimated low resulting in higher tax collections.

**KNOX MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Cerion MPI Knox LLC	Precision Machining Products Manufacturing	\$ 4,823,500	1.08 %
Bailey's Building Holdings LLC	Kitchen and Bath Cabinets	4,337,000	0.97
Knox Fertilizer Company, Inc./ Georgia Realty	Fertilizer Company	3,913,100	0.88
Stelrema Corporation	Radial Bearings Manufacturing	3,694,880	0.83
J.W. Hicks Real Estate	Realty Company	3,630,690	0.82
Reagent Chemical Research Inc.	Manufacturing Industrial Inorganic Chemicals	2,483,290	0.56
SCP Building Products LLC	Millwork	2,460,580	0.55
Toll In LLC	Manufactured Housing Components	1,756,600	0.39
Knox Industrial Properties	Real Estate	1,433,900	0.32
Garba Mircea, Mike and Ana	Real Estate	1,342,520	0.30
Total Pay 2010 Assessed Valuation		<u>\$ 444,945,460</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ -	\$ 2,063,881	\$ 760,586	\$ 219,197	\$ 809,656	\$ -	\$ 330,115
Bank & Excise	-	201,100	74,097	21,314	79,282	-	32,200
State Grants	11,368,593	-	-	-	52,361	71,500	-
Miscellaneous	315,987	127,991	68,032	14,489	-	15,754	33,489
Total	<u>\$ 11,684,580</u>	<u>\$ 2,392,972</u>	<u>\$ 902,715</u>	<u>\$ 255,000</u>	<u>\$ 941,299</u>	<u>\$ 87,254</u>	<u>\$ 395,804</u>
Disbursements	<u>\$ 11,712,895</u>	<u>\$ 2,504,147</u>	<u>\$ 829,482</u>	<u>\$ 234,264</u>	<u>\$ 988,151</u>	<u>\$ 966,856</u>	<u>\$ 362,704</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 2,740,111	\$ 2,768,426	\$ 3,028,568
Debt Service	1,365,351	1,476,526	1,116,966
Transportation	576,403	503,169	474,633
Bus Replacement	65,548	44,812	58,686
Capital Projects	972,563	1,019,259	783,557
Special Ed/Preschool	-	9,602	12,987
Pension Debt Service	132,888	99,788	52,949

**KNOX MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,680,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		14,927,519	
Proposed Lease Obligation Bonds		1,970,000	
Veterans and Common School Loans		<u>556,250</u>	
Total Outstanding Debt	\$	<u>20,133,769</u>	
Assessed Valuation (2009 Payable 2010)	\$	444,945,460	
Debt as a % of Assessed Valuation			4.52 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	2,680,000	
Present Ability to Issue General Obligation			
Bonds (if applicable)			Not Applicable

**LANESVILLE COMMUNITY SCHOOL BUILDING CORPORATION**

**General**

Area	-	Lanesville Community School Corporation encompasses approximately 33 square miles in Harrison County and includes Franklin Township and the Town of Lanesville.
Audit	-	The most recent audit by the State Board of Accounts was filed on June 1, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

The proposed Bonds will be issued on parity with the Lanesville Community School Building Corporation First Mortgage Refunding Bonds, Series 2002 and the Lanesville Community School Building Corporation First Mortgage Bonds, Series 2004.

**Financing**

Financing Requested	-	\$1,395,000 Bonds ("Bonds") maturing 2025.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Lanesville Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) replacement of windows, (ii) renovate certain building areas, (iii) HVAC and kitchen equipment, (iv) technology system upgrades, (v) upgrade security system and diesel generator, (vi) storm system improvements, and (vii) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	675
2008-2009	667
2007-2008	676
2006-2007	647
2005-2006	654

**LANESVILLE COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 3,610,193
2009	3,640,947
2008	2,398,791
2007	2,240,174
2006	2,217,530

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 147,617,136
2009	147,777,524 (1)
2008	190,886,760 (2)
2007	192,332,860 (2)
2006	140,537,605

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 897,771	\$ 561,612	62.56 % (2)
2009	914,270 (1)	938,622	102.66 (3)
2008	2,394,416	2,386,770	99.68
2007	1,980,088	1,991,667	100.58
2006	1,870,117	1,874,290	100.22

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) High tax collections due to collection of delinquencies and appeals in the County were less than expected.

**LANESVILLE COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Verizon North Inc	Telephone Utility	\$ 1,284,970	0.87 %
Iddre, LLC	Apartments	1,224,500	0.83
Harrison County REMC	Electric Utility	1,204,470	0.82
Norfolk Southern Corporation	Railroad	761,030	0.52
John Hall and Sons/John and Mary Hall	Construction and Real Estate	751,910	0.51
Barbara H. Young	Farm	706,795	0.48
Douglas and Tammy Ferguson	Residential	653,500	0.44
Richard Lee Hess	Farm	501,820	0.34
Donald Wolfe Brothers	Farm	482,890	0.33
Darrell and Barbara Conrad	Farm	478,320	0.32
Total Pay 2010 Assessed Valuation		<u>\$ 147,617,136</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>
Receipts						
Property Taxes	\$ 349,747	\$ 405,669	\$ 191,808	\$ 73,189	\$ 480,239	\$ 1,019
Bank & Excise	92,099	112,939	54,023	18,962	136,097	245
State Grants	3,416,076	-	-	-	-	12,652
Miscellaneous	<u>1,529,326</u>	<u>202,304</u>	<u>48,598</u>	<u>-</u>	<u>1,344</u>	<u>-</u>
Total	<u>\$ 5,387,248</u>	<u>\$ 720,912</u>	<u>\$ 294,429</u>	<u>\$ 92,151</u>	<u>\$ 617,680</u>	<u>\$ 13,916</u>
Disbursements	<u>\$ 5,216,638</u>	<u>\$ 596,909</u>	<u>\$ 241,939</u>	<u>\$ 45,192</u>	<u>\$ 522,826</u>	<u>\$ 89,557</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 800,098	\$ 629,488	\$ 406,986
Debt Service	444,784	320,781	301,652
Transportation	53,122	632	40,008
Bus Replacement	139,791	92,832	20,207
Capital Projects	162,289	67,435	140,036
Special Ed/Preschool	-	75,641	43,167

**LANESVILLE COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	-
Proposed General Obligation Bonds		-
Lease Obligation Bonds Outstanding		3,655,355
Proposed Lease Obligation Bonds		1,395,000
Veterans and Common School Loans		-
Total Outstanding Debt	\$	<u>5,050,355</u>
Assessed Valuation (2009 Payable 2010)	\$	147,617,136
Debt as a % of Assessed Valuation		3.42 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	-
Present Ability to Issue General Obligation		
Bonds (if applicable)		Not Applicable



## LOGANSPORT RENOVATION SCHOOL BUILDING CORPORATION

### General

- Area - Logansport Community School Corporation encompasses approximately 61 square miles in Cass County and includes the Townships of Clay, Clinton, Eel, Miami, Noble and Washington; and the City of Logansport.
- Audit - The most recent audit by the State Board of Accounts was filed on February 9, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

### Financing

- Financing Requested - \$4,495,000 Bonds ("Bonds") maturing 2023.
- Security - The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Logansport Community School Corporation under the lease agreement.
- Purpose - The purpose of the proposed Bonds is to fund (i) infrastructure improvements to several facilities, (ii) roofing improvements, (iii) lighting improvements, and (iv) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	4,263
2008-2009	4,305
2007-2008	4,355
2006-2007	4,310
2005-2006	4,302

**LOGANSPOUR RENOVATION SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	25,911,017
2009		26,195,132
2008		20,517,551
2007		19,851,137
2006		19,754,472

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	601,866,610
2009		592,016,493 (1)
2008		707,133,160 (2)
2007		705,980,670 (2)
2006		680,605,220

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>	<u>Total</u>	<u>% Total</u>
<u>Payable</u>			<u>Collected</u>	<u>Collected</u>
2010	\$	8,634,945	\$ 4,024,850	46.61 % (2)
2009		8,709,575 (1)	7,578,988	87.02 (3)
2008		13,364,722	13,461,429	100.72
2007		13,704,630	13,042,835	95.17
2006		13,404,963	13,156,326	98.15

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.  
 (2) Collections received to date.  
 (3) Low collections due to delinquencies, appeals, and circuit breaker impact.

**LOGANSPORT RENOVATION SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Tyson Fresh Meats, Inc./IBP Inc.	Meat Packing Company	\$ 27,420,520	4.56 %
Essroc Cement Corp/Greyrock Inc.	Cement Manufacturer	15,315,180	2.54
Verizon North, Inc.	Telephone Utility	12,960,310	2.15
Modine Manufacturing Company	Thermal Mgt Technology	8,304,130	1.38
Cole Hardwoods, Inc.	Wood Products	8,149,520	1.35
Hamstra Cass Plaza LLC	Shopping Center	7,436,900	1.24
Matthew Warren, Inc./Hyperco	Precision Mechanical Springs and Stampings	6,456,810	1.07
Small Parts, Inc.	Metal Stampings	6,433,800	1.07
ADM Grain/Countrymark LLC	Grain Elevator/Farm Co-op	5,879,370	0.98
Home Depot USA, Inc.	Retail	5,581,600	0.93
Total Pay 2010 Assessed Valuation		<u>\$ 601,866,610</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 970	\$ 4,254,935	\$ 896,051	\$ 126,846	\$ 1,897,862	\$ 3	\$ 405,243
Bank & Excise	11,944	387,705	84,163	11,913	178,252	-	38,061
State Grants	23,930,216	-	-	-	-	136,354	-
Miscellaneous	<u>7,799,381</u>	<u>592,557</u>	<u>481,152</u>	<u>25,550</u>	<u>362,406</u>	<u>-</u>	<u>27,017</u>
Total	<u>\$ 31,742,511</u>	<u>\$ 5,235,197</u>	<u>\$ 1,461,366</u>	<u>\$ 164,309</u>	<u>\$ 2,438,520</u>	<u>\$ 136,357</u>	<u>\$ 470,321</u>
Disbursements	<u>\$ 32,578,105</u>	<u>\$ 4,873,570</u>	<u>\$ 1,481,142</u>	<u>\$ 166,636</u>	<u>\$ 2,455,851</u>	<u>\$ 110,289</u>	<u>\$ 521,763</u>

**LOGANSPOUR RENOVATION SCHOOL BUILDING CORPORATION (Continued)**

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 1,782,838	\$ 2,618,432	\$ 143,199
Debt Service	1,672,696	1,311,069	1,090,589
Transportation	7,870	27,646	4,006
Bus Replacement	1,199	3,526	(54,255)
Capital Projects	440,114	457,445	296,150
Special Ed/Preschool	-	(26,068)	63,616
Pension Debt Service	(30,441)	21,001	(7,270)

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$ 3,700,000
Proposed General Obligation Bonds	-
Lease Obligation Bonds Outstanding	31,050,000
Proposed Lease Obligation Bonds	4,495,000
Veterans and Common School Loans	<u>262,835</u>
Total Outstanding Debt	<u>\$ 39,507,835</u>
Assessed Valuation (2009 Payable 2010)	\$ 601,866,610
Debt as a % of Assessed Valuation	6.56 %
Current Indebtedness of the School Corporation	
Subject to the 2% Constitutional Limit	\$ 3,700,000
Present Ability to Issue General Obligation Bonds (if applicable)	Not Applicable

**MISSISSINEWA MIDDLE SCHOOL BUILDING CORPORATION**

**General**

Area	-	Mississinewa Community School Corporation encompasses approximately 23 square miles in Grant County and includes the portions of the Cities of Marion and Gas City in Mill Township and the Town of Jonesboro.
Audit	-	The most recent audit by the State Board of Accounts was filed on January 27, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

**Financing**

Financing Requested	-	\$1,990,000 Bonds (“Bonds”) maturing 2026.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Mississinewa Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) update electrical and mechanical systems, (ii) adapt and improve areas to be more handicapped accessible, (iii) install new windows, and (iv) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	2,301
2008-2009	2,275
2007-2008	2,257
2006-2007	2,246
2005-2006	2,159

**MISSISSINEWA MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	14,101,669
2009		13,411,838
2008		10,955,781
2007		10,565,313
2006		10,175,243

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	221,667,307
2009		218,743,187 (1)
2008		262,237,991 (2)
2007		259,779,345 (2)
2006		245,848,180

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	3,082,617		\$ 1,694,035		54.95 % (2)
2009		2,537,474 (1)		2,397,385		94.48 (3)
2008		4,429,794		4,462,396		100.74
2007		4,315,497		4,175,462		96.76
2006		4,161,644		4,160,644		99.98

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) Due to taxpayer delinquencies.

**MISSISSINEWA MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Wal-Mart Stores, East	Distribution Center	\$ 17,398,615	7.85 %
American Woodmark Corporation	Modular Kitchen Cabinets Manufacturing	13,771,660	6.21
Packaging Corporation of America	Corrugated Packaging Manufacturing	6,572,200	2.96
NHP Senior Indiana LLC	Seion Healthcare/Nursing Home	3,744,000	1.69
Assisted Living Concepts	Assisted Living Facility/ Retirement Home	2,795,700	1.26
Franklin Electric Manufacturing	Relays and Industrial Controls Manufacturing	2,378,710	1.07
Boggs Steele Investments LLC	Mobile Home Community	2,343,600	1.06
Yatendra and Rajni Kumar/Custom Assemblies and Packaging	Customer Contract Manufacturing	2,134,860	0.96
Indiana Bell Telephone	Telephone Utility	2,118,890	0.96
Butterworth Enterprises	Robotic Conveyors Manufacturing	1,843,360	0.83
Total Pay 2010 Assessed Valuation		<u>\$ 221,667,307</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 74,267	\$ 713,135	\$ 525,681	\$ 135,233	\$ 936,659	\$ 256	\$ 200,150
Bank & Excise	45,440	112,229	81,690	21,240	144,008	156	35,586
State Grants	11,505,303	-	-	-	-	60,500	-
Miscellaneous	<u>1,598,027</u>	<u>-</u>	<u>54,662</u>	<u>106,000</u>	<u>62,793</u>	<u>24,040</u>	<u>-</u>
Total	<u>\$ 13,223,037</u>	<u>\$ 825,364</u>	<u>\$ 662,033</u>	<u>\$ 262,473</u>	<u>\$ 1,143,460</u>	<u>\$ 84,952</u>	<u>\$ 235,736</u>
Disbursements	<u>\$ 13,404,198</u>	<u>\$ 831,988</u>	<u>\$ 648,349</u>	<u>\$ 259,667</u>	<u>\$ 1,508,234</u>	<u>\$ 60,957</u>	<u>\$ 263,108</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 3,080,621	\$ 3,261,782	\$ 3,405,645
Debt Service	363,250	369,874	404,334
Transportation	160,224	146,540	172,336
Bus Replacement	18,635	15,829	6,086
Capital Projects	553,287	918,061	1,443,400
Special Ed/Preschool	-	(23,995)	15,892
Pension Debt Service	89,629	117,001	127,805

**MISSISSINEWA MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,060,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		-	
Proposed Lease Obligation Bonds		1,990,000	
Veterans and Common School Loans		<u>11,666,868</u>	
Total Outstanding Debt	\$	<u>14,716,868</u>	
Assessed Valuation (2009 Payable 2010)	\$	221,667,307	
Debt as a % of Assessed Valuation			6.64 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	1,060,000	
Present Ability to Issue General Obligation Bonds (if applicable)			Not Applicable



**MOORESVILLE SCHOOL BUILDING CORPORATION**

**General**

Area	-	Mooresville Consolidated School Corporation encompasses approximately 60 square miles in Morgan County and includes the Townships of Brown, Harrison and Madison; and the Town of Mooresville.
Audit	-	The most recent audit by the State Board of Accounts was filed on June 30, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

**Financing**

Financing Requested	-	\$1,990,000 Bonds (“Bonds”) maturing 2019.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Mooresville Consolidated School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) improvements and repairs to the boiler and chiller plant, (ii) a new HVAC, (iii) a control system, (iv) an electrical system and (v) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	4,508
2008-2009	4,437
2007-2008	4,411
2006-2007	4,469
2005-2006	4,412

**MOORESVILLE SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 24,233,152
2009	22,792,727
2008	16,169,094
2007	15,673,781
2006	15,556,654

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 978,092,784
2009	960,309,564 (1)
2008	1,151,016,405 (2)
2007	1,120,586,855 (2)
2006	981,221,060

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 7,701,503	In Process	In Process
2009	7,970,569 (1)	8,631,924	108.30 % (2)
2008	15,672,240	16,137,584	102.97 (3)
2007	15,111,115	15,072,464	99.74
2006	14,369,001	14,411,177	100.29

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) High collections due receipt of delinquent tax payments and appeals.
- (3) High collections due receipt of delinquent tax payments.

**MOORESVILLE SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
TOA (USA), Inc.	Auto Parts Manufacturing	\$ 26,291,133	2.69 %
Nice-Pak Products	Pre-Moistened Wipes	18,374,950	1.88
General Shale Products of Indiana	Brick Manufacturing	15,815,320	1.62
Meadow Lake of Mooresville, LLC	Long-Term Health Care Facility	14,328,570	1.46
Lowe's Home Center	Retail Shopping	10,340,780	1.06
Sisters of St. Francis Health Services	Health Care Provider	8,657,300	0.89
The Package Co.	Retail Grocery Store	6,941,000	0.71
Village Mooresville Station, LLC	Retail Shopping Center	6,156,000	0.63
Brooks Mooresville, LLC	Retail Shopping Center	6,086,900	0.62
Elway Company	Lighting Manufacturing	5,693,900	0.58
Total Pay 2010 Assessed Valuation		<u>\$ 978,092,784</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ -	\$ 2,988,873	\$ 1,647,501	\$ 598,030	\$ 2,919,435	\$ -	\$ 354,335
Bank & Excise	-	353,136	195,087	29,953	344,932	-	41,865
State Grants	22,437,942	-	-	-	-	-	-
Miscellaneous	452,166	1,668,404	1,219,120	68,471	2,133,704	123,750	849
Total	<u>\$ 22,890,108</u>	<u>\$ 5,010,413</u>	<u>\$ 3,061,708</u>	<u>\$ 696,454</u>	<u>\$ 5,398,071</u>	<u>\$ 123,750</u>	<u>\$ 397,049</u>
Disbursements	<u>\$ 23,401,225</u>	<u>\$ 6,031,592</u>	<u>\$ 2,886,109</u>	<u>\$ 621,447</u>	<u>\$ 5,219,625</u>	<u>\$ 258,041</u>	<u>\$ 375,840</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 2,926,712	\$ 3,437,829	\$ 3,935,783
Debt Service	1,059,027	2,080,206	1,969,762
Transportation	692,989	517,390	796,564
Bus Replacement	225,007	150,000	150,000
Capital Projects	729,070	550,624	550,624
Special Ed/Preschool	-	134,291	211,081
Pension Debt Service	221,194	199,985	193,984

**MOORESVILLE SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	3,485,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		17,840,000	
Proposed Lease Obligation Bonds		1,990,000	
Veterans and Common School Loans		416,600	
Total Outstanding Debt	\$	<u>23,731,600</u>	
Assessed Valuation (2009 Payable 2010)	\$	978,092,784	
Debt as a % of Assessed Valuation		2.43	%
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	3,485,000	
Present Ability to Issue General Obligation Bonds (if applicable)		Not Applicable	

**METROPOLITAN SCHOOL DISTRICT OF NEW DURHAM TOWNSHIP  
SCHOOL BUILDING CORPORATION**

**General**

Area	-	The Metropolitan School District of New Durham Township encompasses approximately 36 square miles in LaPorte County and includes the Township of New Durham and the Town of Westville.
Audit	-	The most recent audit by the State Board of Accounts was filed on July 24, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

The proposed Bonds will be issued on parity with the First Mortgage Refunding Bonds, Series 2001 and the First Mortgage Bonds, Series 2004.

**Financing**

Financing Requested	-	\$1,970,000 Bonds (“Bonds”) maturing 2026.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by The Metropolitan School District of New Durham Township under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) replacement and upgrade to water, HVAC and heating systems, (ii) re-commission, calibrate and balance entire mechanical systems, (iii) kitchen system upgrades and (iv) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	879
2008-2009	873
2007-2008	858
2006-2007	851
2005-2006	807

**METROPOLITAN SCHOOL DISTRICT OF NEW DURHAM TOWNSHIP SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 5,451,242
2009	5,441,106
2008	3,576,778
2007	3,485,028
2006	3,261,415

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ - (1)
2009	- (1)
2008	- (1)
2007	197,826,520 (1)
2006	163,519,260

(1) Beginning in 2006 year payable 2007 all real property assessments are revalued annually to reflect market value based on comparable sales data ("Trending"). Due to delays related to Trending, the Net Assessed Valuations for the tax years payable 2008, 2009 and 2010 are not yet available according to the LaPorte County Auditor's office.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ - (1)	\$ 673,454 (2)	
2009	- (1)	1,293,948 (2)	
2008	- (1)	2,614,012	
2007	3,005,632	1,388,042	46.18 % (3)
2006	2,883,426	2,883,426	100.00

(1) Due to delays related to Trending, this information is not available for LaPorte County.

(2) Does not include the General Fund.

(3) Due to delays related to Trending, the School Corporation has collected only a portion of the total taxes levied.

**METROPOLITAN SCHOOL DISTRICT OF NEW DURHAM TOWNSHIP SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2006 Pay 2007* Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
New Durham Associates LLC	Manufactured Housing Community	\$ 5,907,100	2.99 %
South Coast LLC	University Village Housing Community	5,650,400	2.86
TP Orthodontics/TP Laboratories	Manufacturer Orthodontics/ Lab Services	4,904,600	2.48
Northern Indiana Public Service Company (NIPSCO)	Natural Gas/Electric Utility	4,304,130	2.18
Verizon North Inc	Telephone Utility	2,585,570	1.31
Mark and Nancy Parman/ Parkman Land LLC	Real Estate Agency/ Contractor	2,247,040	1.14
Norfolk and Western Railroad	Railroads	1,898,260	0.96
Paul Shafer	Motorsports Monster Truck Racing Team	1,445,400	0.73
Westville Farm Supply	Wholesale Farm Supplies/ Fertilizer	1,306,970	0.66
Donnie F. and Vayle Hund	Excavating Contractor/ Gas Station	1,213,200	0.61
Total Pay 2007 Assessed Valuation		<u>\$ 197,826,520</u>	

\* Most recent assessed valuations available.

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 433,033	\$ 729,874	\$ 90,213	\$ 49,810	\$ 418,062	\$ 1,042	\$ 69,703
Bank & Excise	131,967	225,953	27,928	15,420	129,423	317	21,578
State Grants	5,044,940	-	-	-	-	24,750	-
Miscellaneous	<u>734,427</u>	<u>917,131</u>	<u>108,534</u>	<u>62,604</u>	<u>518,630</u>	<u>-</u>	<u>68,640</u>
Total	<u>\$ 6,344,367</u>	<u>\$ 1,872,958</u>	<u>\$ 226,675</u>	<u>\$ 127,834</u>	<u>\$ 1,066,115</u>	<u>\$ 26,109</u>	<u>\$ 159,921</u>
Disbursements	<u>\$ 6,769,244</u>	<u>\$ 1,911,363</u>	<u>\$ 226,578</u>	<u>\$ 117,684</u>	<u>\$ 1,120,492</u>	<u>\$ 28,484</u>	<u>\$ 131,674</u>

**METROPOLITAN SCHOOL DISTRICT OF NEW DURHAM TOWNSHIP SCHOOL BUILDING CORPORATION (Continued)**

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 369,423	\$ 794,300	\$ 582,873
Debt Service	235,314	273,719	276,372
Transportation	97	-	15,516
Bus Replacement	10,153	3	(36,928) (1)
Capital Projects	674	55,051	211,374
Special Ed/Preschool	-	2,375	(1,753) (1)
Pension Debt Service	28,251	4	(23,440) (1)

(1) Fund deficits in 2007 are due to delayed tax collections related to issues with Trending. The School Corporation issued tax anticipated warrants, which were receipted in January 2008, to cover the shortfall, and has issued tax anticipation warrants every year since 2007.

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$ 1,050,000
Proposed General Obligation Bonds	-
Lease Obligation Bonds Outstanding	10,250,000
Proposed Lease Obligation Bonds	1,970,000
Veterans and Common School Loans	-
Total Outstanding Debt	<u>\$ 13,270,000</u>
Assessed Valuation (2006 Payable 2007)	\$ 197,826,520
Debt as a % of Assessed Valuation	6.71 %
Current Indebtedness of the School Corporation	
Subject to the 2% Constitutional Limit	\$ 1,050,000
Present Ability to Issue General Obligation Bonds (if applicable)	Not Applicable



**THE MOUNT PLEASANT TOWNSHIP COMMUNITY SCHOOL  
BUILDING CORPORATION, INC.**

**General**

Area	-	Yorktown Community Schools encompasses approximately 34 square miles in Delaware County and includes Mt. Pleasant Township and the Town of Yorktown.
Audit	-	The most recent audit by the State Board of Accounts was filed on February 24, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

The proposed Bonds will be issued on parity with the First Mortgage Bonds, Series 2009.

**Financing**

Financing Requested	-	\$2,000,000 Bonds (“Bonds”) maturing 2022.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Yorktown Community Schools under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) HVAC improvements, (ii) roof repairs, and (iii) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	2,217
2008-2009	2,251
2007-2008	2,259
2006-2007	2,297
2005-2006	2,312

**THE MOUNT PLEASANT TOWNSHIP COMMUNITY  
SCHOOL BUILDING CORPORATION, INC. (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 12,140,509
2009	11,993,134
2008	7,596,753
2007	7,323,006
2006	7,270,595

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 459,291,219
2009	499,801,870 (1)
2008	638,260,448 (2)
2007	628,843,832 (2)
2006	616,180,985

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
(2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 5,667,654	In Process	In Process %
2009	6,256,019 (1)	6,308,126	100.83
2008	10,201,955	\$ 10,493,977	102.86
2007	9,812,480	9,693,362	98.79
2006	9,022,122	8,861,528	98.22

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.

**THE MOUNT PLEASANT TOWNSHIP COMMUNITY  
SCHOOL BUILDING CORPORATION, INC. (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Moran Foods	Grocery Distribution	\$ 14,480,020	3.15 %
Lilco Management Co.	Apartments	9,457,300	2.06
Marsh Supermarkets	Grocery Distribution	8,517,020	1.85
MV/ALG MillPond Ltd.	Apartments	5,353,840	1.17
EC Muncie Realty LLC	Long-Term Assisted Living	4,453,800	0.97
Indiana Michigan Power	Electric Utility	4,004,960	0.87
Cappo Properties	Automotive Sales	3,836,120	0.84
BMH Foundation Inc.	Health Care Provider	3,577,800	0.78
Townsend Tree Service	Vegetation Management	3,013,940	0.66
TK Constructors, Inc.	Pre-Manufactured Housing	2,832,100	0.62
Total Pay 2010 Assessed Valuation		<u>\$ 459,291,219</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 1,568,217	\$ 1,983,365	\$ 1,224,213	\$ 313,028	\$ 1,713,880	\$ 4,993	\$ 452,274
Bank & Excise	243,109	166,458	111,007	23,985	158,710	737	40,149
State Grants	11,462,158	-	-	-	-	63,250	-
Miscellaneous	<u>887,398</u>	<u>550,120</u>	<u>540,960</u>	<u>23,577</u>	<u>1,485,919</u>	<u>-</u>	<u>64,561</u>
Total	<u>\$ 14,160,882</u>	<u>\$ 2,699,943</u>	<u>\$ 1,876,180</u>	<u>\$ 360,590</u>	<u>\$ 3,358,509</u>	<u>\$ 68,980</u>	<u>\$ 556,984</u>
Disbursements	<u>\$ 12,937,741</u>	<u>\$ 2,738,770</u>	<u>\$ 1,844,153</u>	<u>\$ 388</u>	<u>\$ 3,485,194</u>	<u>\$ 131,764</u>	<u>\$ 493,527</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 2,216,509	\$ 993,368	\$ 2,364,464
Debt Service	813,854	852,681	709,938
Transportation	502,405	470,378	794,108
Bus Replacement	376,839	16,637	7,410
Capital Projects	329,621	456,306	1,313,573
Special Ed/Preschool	-	62,784	52,715
Pension Debt Service	63,457	-	1,694

**THE MOUNT PLEASANT TOWNSHIP COMMUNITY  
SCHOOL BUILDING CORPORATION, INC. (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,995,000
Proposed General Obligation Bonds		-
Lease Obligation Bonds Outstanding		17,840,000
Proposed Lease Obligation Bonds		2,000,000
Veterans and Common School Loans		<u>172,598</u>
Total Outstanding Debt	\$	<u>23,007,598</u>
Assessed Valuation (2009 Payable 2010)	\$	459,291,219
Debt as a % of Assessed Valuation		5.01 %
Current Indebtedness of the School Corporation Subject to the 2% Constitutional Limit	\$	2,995,000
Present Ability to Issue General Obligation Bonds (if applicable)		Not Applicable

## NORTH LAWRENCE COMMUNITY SCHOOLS BUILDING CORPORATION

### General

Area	-	North Lawrence Community Schools encompasses approximately 325 square miles in Lawrence County and includes the Townships of Shawswick, Indian Creek, Perry, Pleasant Run, Marshall and Bono; and the Town of Oolitic and City of Bedford.
Audit	-	The most recent audit by the State Board of Accounts was filed on April 15, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

### Financing

Financing Requested	-	\$1,975,000 Bonds ("Bonds") maturing 2016.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by North Lawrence Community Schools under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) new phone systems, (ii) new boilers and HVAC systems, (iii) general repairs and maintenance throughout, and (iv) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	5,345
2008-2009	5,264
2007-2008	5,221
2006-2007	5,179
2005-2006	5,122

**NORTH LAWRENCE COMMUNITY SCHOOLS BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 31,223,531
2009	31,554,817
2008	22,543,167
2007	22,588,376
2006	21,862,501

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 928,810,096
2009	896,462,448 (1)
2008	1,108,280,260 (2)
2007	1,033,838,661 (2)
2006	968,258,930

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 11,927,779	\$ 6,676,313	55.97 % (2)
2009	10,314,696 (1)	9,851,718	95.51 (3)
2008	21,294,497	21,030,533	98.76
2007	16,509,370	16,432,750	99.54
2006	15,191,004	15,182,232	99.94

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) Low collections due to circuit breaker impact and high unemployment.

**NORTH LAWRENCE COMMUNITY SCHOOLS BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
General Motors	Automotive Manufacturing	\$ 57,998,340	6.24 %
Horne Properties	Retail	14,281,200	1.54
Bedford Regional Medical Center	Hospital	10,019,200	1.08
Duke Energy	Utility	7,477,280	0.81
Lowe's Home Center, Inc.	Retail	7,172,800	0.77
Developer Diversified	Retail	5,764,800	0.62
Home Development LP	Retail	4,165,200	0.45
Developer Diversified	Retail	3,935,200	0.42
Trilogy Healthcare	Nursing Home	3,895,200	0.42
Jones, Jeffrey S	Rental	3,066,000	0.33
Total Pay 2010 Assessed Valuation		<u>\$ 928,810,096</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 856	\$ 3,651,797	\$ 2,725,362	\$ 208,919	\$ 2,516,443	\$ -	\$ 748,340
Bank & Excise	517,956	627,182	466,997	35,793	433,781	-	101,061
State Grants	28,558,840	183,721	-	-	-	233,750	-
Miscellaneous	1,572,065	207,460	844,804	11,734	1,580,126	6,000	430,175
Total	<u>\$ 30,649,717</u>	<u>\$ 4,670,160</u>	<u>\$ 4,037,163</u>	<u>\$ 256,446</u>	<u>\$ 4,530,350</u>	<u>\$ 239,750</u>	<u>\$ 1,279,576</u>
Disbursements	<u>\$ 30,270,972</u>	<u>\$ 5,095,875</u>	<u>\$ 3,622,992</u>	<u>\$ 215,881</u>	<u>\$ 4,359,989</u>	<u>\$ 244,484</u>	<u>\$ 1,281,025</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 3,945,744	\$ 3,566,999	\$ 2,227,849
Debt Service	2,190,573	2,616,288	607,568
Transportation	1,976,668	1,562,497	1,382,636
Bus Replacement	438,388	397,823	145,432
Capital Projects	1,851,997	1,681,636	1,670,942
Special Ed/Preschool	-	4,734	36,174
Pension Debt Service	-	1,449	22,151

**NORTH LAWRENCE COMMUNITY SCHOOLS BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	8,935,000
Proposed General Obligation Bonds		-
Lease Obligation Bonds Outstanding		47,457,066
Proposed Lease Obligation Bonds		1,975,000
Veterans and Common School Loans		495,786
		<hr/>
Total Outstanding Debt	\$	<u>58,862,852</u>
		<hr/>
Assessed Valuation (2009 Payable 2010)	\$	928,810,096
Debt as a % of Assessed Valuation		6.34
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	8,935,000
Present Ability to Issue General Obligation		
Bonds (if applicable)		Not Applicable



**NORTH MONTGOMERY COMMUNITY SCHOOL CORPORATION**

**General**

Area	-	North Montgomery Community School Corporation encompasses approximately 250 square miles in Montgomery County and includes the Townships of Madison, Wayne, Sugar Creek, Franklin, North Union and Coal Creek; and the Towns of Linden, Darlington, Waynetown, New Richmond, and Wingate and the City of Crawfordsville.
Audit	-	The most recent audit by the State Board of Accounts was filed on June 25, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

**Financing**

Financing Requested	-	\$1,700,000 Bonds (“Bonds”) maturing 2021.
Security	-	The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the North Montgomery Community School Corporation.
Purpose	-	The purpose of the proposed Bonds is to fund (i) installation of new high efficiency boilers, (ii) repair and maintenance of HVAC ducts and grills, (iii) replace lighting and electrical, and (iv) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	2,044
2008-2009	2,065
2007-2008	2,079
2006-2007	2,132
2005-2006	2,094

**NORTH MONTGOMERY COMMUNITY SCHOOL CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	11,980,766
2009		12,323,997
2008		6,809,372
2007		6,742,221
2006		6,572,854

**Net Assessed Valuation**

<u>Year Payable</u>		<u>Net Assessed Valuation</u>
2010	\$	675,849,055
2009		651,367,547 (1)
2008		705,106,297 (2)
2007		648,019,523
2006		652,789,640

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>		<u>Gross Levy</u>		<u>Total Collected</u>		<u>% Total Collected</u>
2010	\$	6,119,137	\$	3,406,174		55.66 % (2)
2009		6,083,772 (1)		6,212,113		102.11
2008		11,442,464		11,384,093		99.49
2007		12,517,144		12,554,988		100.30
2006		12,134,054		12,116,660		99.86

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.  
 (2) Collections received to date.

**NORTH MONTGOMERY COMMUNITY SCHOOL CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Verasun Linden LLC	Ethanol Plant	\$ 37,469,050	5.54 %
Random House, Inc.	Book Bindery	13,952,230	2.06
Heritage Products Inc	Auto Parts	9,407,280	1.39
Alcoa Closure System International	Closures	8,966,320	1.33
ASA, Linden, LLC	Ethanol Plant	8,000,900	1.18
Inland Paperboard and Packing	Containers	7,173,520	1.06
Friction Products Company, LLC	Friction Products	6,202,870	0.92
Hiruta USA, Inc.	Auto Parts	5,622,390	0.83
Pace Dairy	Cheese Products	5,310,640	0.79
CLB Development Corporation	Industrial Wholesalers	4,705,700	0.70
Total Pay 2010 Assessed Valuation		<u>\$ 675,849,055</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 377,686	\$ 1,838,447	\$ 2,372,783	\$ 2,922	\$ 2,181,493	\$ 1,062	\$ 299,374
Bank & Excise	37,483	173,201	223,226	287	205,729	108	28,168
State Grants	11,160,406	-	-	-	-	98,440	-
Miscellaneous	223,250	46	16,460	-	2,475	-	-
Adjustments	<u>7,962,284</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 19,761,109</u>	<u>\$ 2,011,694</u>	<u>\$ 2,612,469</u>	<u>\$ 3,209</u>	<u>\$ 2,389,697</u>	<u>\$ 99,610</u>	<u>\$ 327,542</u>
Disbursements	<u>\$ 20,289,967</u>	<u>\$ 2,017,081</u>	<u>\$ 2,191,631</u>	<u>\$ -</u>	<u>\$ 2,105,775</u>	<u>\$ 119,337</u>	<u>\$ 297,000</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 1,400,914	\$ 1,929,772	\$ 2,558,660
Debt Service	1,133,372	1,138,759	1,223,893
Transportation	658,827	237,989	8,290
Bus Replacement	35,389	32,180	9,190
Capital Projects	452,265	168,343	(338,478)(1)
Special Ed/Preschool	-	19,727	45,843
Pension Debt Service	158,724	128,182	(49,935)(1)

(1) 2007 December tax distribution was delayed and not received until January 2008.

**NORTH MONTGOMERY COMMUNITY SCHOOL CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,760,000	
Proposed General Obligation Bonds		1,700,000	
Lease Obligation Bonds Outstanding		11,021,155	
Proposed Lease Obligation Bonds		-	
Veterans and Common School Loans		-	
Total Outstanding Debt	\$	<u>15,481,155</u>	
Assessed Valuation (2009 Payable 2010)	\$	675,849,055	
Debt as a % of Assessed Valuation			2.29 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	2,760,000	
Present Ability to Issue General Obligation			
Bonds (if applicable)	\$	1,745,660	

**NORTH PUTNAM MIDDLE SCHOOL BUILDING CORPORATION**

**General**

Area	-	The North Putnam Community School Corporation encompasses approximately 213 square miles in Putnam County and includes the Townships of Clinton, Floyd, Franklin, Jackson, Monroe and Russell; and the Towns of Bainbridge, Roachdale and Russellville.
Audit	-	The most recent audit by the State Board of Accounts was filed on March 26, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

**Financing**

Financing Requested	-	\$1,950,000 Bonds (“Bonds”) maturing 2026.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by North Putnam Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) repair high school and middle school roofs, (ii) replace windows, (iii) other general repairs, and (iv) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,799
2008-2009	1,856
2007-2008	1,871
2006-2007	1,927
2005-2006	1,942

**NORTH PUTNAM MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 10,799,237
2009	10,472,402
2008	7,178,882
2007	7,398,599
2006	7,450,282

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 521,095,822
2009	485,076,294 (1)
2008	560,141,350 (2)
2007	472,399,095 (2)
2006	460,199,086

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 3,969,187	\$ 2,441,457	61.51 % (2)
2009	3,423,183 (1)	5,969,334	174.38 (3)
2008	7,228,625	4,775,169	66.06 (3)
2007	6,247,006	6,456,318	103.35 (4)
2006	6,339,528	6,062,130	95.62 (4)

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) Tax collections were delayed in 2008 and collected in 2009.
- (4) Tax collections were delayed in 2006 and collected in 2007.

**NORTH PUTNAM MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Poynter, Ray W. Sr and Debra and Ray W. Jr and Heather	Real Estate	\$ 2,441,000	0.47 %
US Sprint Communication Company	Utility	2,166,500	0.42
Britton Farms	Farm	2,100,500	0.40
Hodgen, Abe and Robert	Real Estate	1,916,900	0.37
Hubert McGaughey Farms	Farm	1,589,500	0.31
Heritage Lake Property Owner's Association	Real Estate	1,588,700	0.30
Ames Family Farms	Farm	1,568,700	0.30
L & E Jones Family LP	Real Estate	1,393,100	0.27
Neier, Ray A. and Judith A.	Farm	1,321,000	0.25
Stasburger Farms Inc	Farm	1,242,600	0.24

Total Pay 2010  
Assessed Valuation \$ 521,095,822

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 1,175,345	\$ 1,917,298	\$ 1,070,790	\$ 372,822	\$ 1,180,065	\$ 3,195	\$ 249,819
Bank & Excise	181,211	247,730	138,461	50,432	154,421	494	30,542
State Grants	10,272,107	-	-	-	-	82,500	-
Miscellaneous	2,173,430	132,749	99,747	25,573	92,022	9,595	-
Total	<u>\$ 13,802,093</u>	<u>\$ 2,297,777</u>	<u>\$ 1,308,998</u>	<u>\$ 448,827</u>	<u>\$ 1,426,508</u>	<u>\$ 95,784</u>	<u>\$ 280,361</u>
Disbursements	<u>\$ 17,092,392</u>	<u>\$ 1,734,804</u>	<u>\$ 1,018,271</u>	<u>\$ 300,742</u>	<u>\$ 1,015,012</u>	<u>\$ 150,067</u>	<u>\$ 237,269</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 954,732	\$ 4,245,031	\$ 3,173,148
Debt Service	576,415	13,442	706,378
Transportation	(126,751)	(417,478)	45,405
Bus Replacement	43,535	(104,550)	(104,104)
Capital Projects	(12,409)	(423,905)	81,669
Special Ed/Preschool	-	54,283	55,129
Pension Debt Service	9,218	(33,874)	115,113

**NORTH PUTNAM MIDDLE SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,765,000
Proposed General Obligation Bonds		-
Lease Obligation Bonds Outstanding		3,756,411
Proposed Lease Obligation Bonds		1,950,000
Veterans and Common School Loans		<u>119,700</u>
Total Outstanding Debt	\$	<u>7,591,111</u>
Assessed Valuation (2009 Payable 2010)	\$	521,095,822
Debt as a % of Assessed Valuation		1.46 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	1,765,000
Present Ability to Issue General Obligation Bonds (if applicable)		Not Applicable



**NORTHEAST DEARBORN SCHOOL BUILDING CORPORATION**

**General**

Area	-	The Sunman-Dearborn Community School Corporation encompasses approximately 160 square miles in Dearborn/Ripley Counties and includes the Townships of Miller, York, Jackson, Kelso, Logan, and Harris in Dearborn County and Adams Township in Ripley County; and the Towns of St. Leon and West Harrison in Dearborn County and the Town of Sunman in Ripley County.
Audit	-	The most recent audit by the State Board of Accounts was filed on March 23, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

The proposed Bonds will be issued on parity with the Northeast Dearborn School Building Corporation First Mortgage Bonds, Series 1997.

**Financing**

Financing Requested	-	\$1,995,000 Bonds (“Bonds”) maturing 2021.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by the Sunman-Dearborn Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) installation of high efficiency boilers, (ii) expansion of digital control system, (iii) installation of pool cover, and (iv) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	4,194
2008-2009	4,284
2007-2008	4,338
2006-2007	4,422
2005-2006	4,384

**NORTHEAST DEARBORN SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 23,626,450
2009	23,928,383
2008	15,113,371
2007	15,568,028
2006	15,222,729

**Net Assessed Valuation**

<u>Year</u>	<u>Net Assessed</u>
<u>Payable</u>	<u>Valuation</u>
2010	\$ 1,105,935,390
2009	1,133,764,300 (1)
2008	1,367,012,110 (2)
2007	1,345,688,420 (2)
2006	1,324,000,000

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>	<u>Gross Levy</u>	<u>Total</u>	<u>% Total</u>
<u>Payable</u>		<u>Collected</u>	<u>Collected</u>
2010	\$ 13,488,242	\$ 7,603,321	56.37 % (2)
2009	12,485,144 (1)	12,801,605	102.53
2008	18,123,254	19,022,953	104.96 (3)
2007	19,871,455	17,875,572	89.96 (4)
2006	16,399,827	18,885,881	115.16 (5)

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) Includes receipt of Pay 2007 property taxes.
- (4) Low collections due to delay of Pay 2007 property tax distribution.
- (5) High collections due to receipt of \$1,273,618 of Pay 2005 property taxes received in 2006 and award of appeals.

**NORTHEAST DEARBORN SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Picnic Lawn Apartments	Apartments	\$ 6,020,000	0.54 %
Perfect Family Ski Slope	Ski Resort	3,049,500	0.28
Merchants Bank and Trust	Bank	2,913,200	0.26
Maxwell Properties V	Apartments	2,219,000	0.20
Deddens, Gerhard & Frances	Property Management	1,764,800	0.16
Real Estate Management	Property Management	1,694,300	0.15
Burger-Ziegler Properties LLC	Property Management	1,323,152	0.12
Grand Oak Golf Club, Inc.	Golf Course	1,280,600	0.12
Logan Elderly Housing	Nursing Home	1,064,300	0.10
TFP Inc. % Nancy Engel	Property Management	980,800	0.09
Total Pay 2010 Assessed Valuation		<u>\$ 1,105,935,390</u>	

**Anticipated Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ -	\$ 6,194,873	\$ 2,453,316	\$ 645,283	\$ 2,502,894	\$ -	\$ 1,005,240
Bank & Excise	961,149	12,478	251,418	66,130	256,500	-	102,283
State Grants	22,467,000	-	-	-	-	97,565	-
Miscellaneous	145,017	675,957	76,747	5,579	22,061	-	701
Total	<u>\$ 23,573,166</u>	<u>\$ 6,883,308</u>	<u>\$ 2,781,481</u>	<u>\$ 716,992</u>	<u>\$ 2,781,455</u>	<u>\$ 97,565</u>	<u>\$ 1,108,224</u>
Disbursements	<u>\$ 23,991,706</u>	<u>\$ 6,632,059</u>	<u>\$ 2,518,731</u>	<u>\$ 662,160</u>	<u>\$ 1,954,816</u>	<u>\$ 97,565</u>	<u>\$ 1,143,131</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ (1,873,987) (1)	\$ (1,455,447) (1)	\$ (178,748) (2)
Debt Service	292,715	41,466	(190,354) (2)
Transportation	566,092	303,342	(173,577) (2)
Bus Replacement	234,586	179,754	92,273
Capital Projects	1,884,001	1,057,362	(1,180,268) (2)
Special Ed/Preschool	-	-	-
Pension Debt Service	61,285	96,192	98,526

- (1) The General Fund negative cash balance in both 2008 and 2009 is due to overspending. The School Corporation has begun to address the problem by (1) closing both the administrative building and special education center; (2) conducting energy savings measures; and (3) reducing both the number of certified and non-certified staff (beginning this current school year). The School Corporation projects a positive ending cash balance by 2012.
- (2) Due to delays in Pay 2007 property tax distributions.

**NORTHEAST DEARBORN SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,318,483	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		88,484,132	
Proposed Lease Obligation Bonds		1,995,000	
Veterans and Common School Loans		<u>5,316,217</u>	
Total Outstanding Debt	\$	<u>97,113,832</u>	
Assessed Valuation (2009 Payable 2010)	\$	1,105,935,390	
Debt as a % of Assessed Valuation			8.78 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	1,318,483	
Present Ability to Issue General Obligation Bonds (if applicable)			Not Applicable

## NORTHERN WELLS COMMUNITY SCHOOL BUILDING CORPORATION

### General

Area	-	Northern Wells Community School Corporation encompasses approximately 168 square miles in Wells County and includes the Townships of Jefferson, Lancaster, Rockcreek and Union; the Towns of Markle, Ossian, Zanesville and Uniondale; and a portion of the City of Bluffton.
Audit	-	The most recent audit by the State Board of Accounts was filed on March 20, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

### Financing

Financing Requested	-	\$2,000,000 Bonds ("Bonds") maturing 2026.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Northern Wells Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) the replacement of roofs and windows and (ii) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	2,577
2008-2009	2,555
2007-2008	2,564
2006-2007	2,586
2005-2006	2,585

**NORTHERN WELLS COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	14,661,001
2009		13,974,779
2008		9,417,469
2007		9,704,408
2006		9,418,961

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	635,810,730
2009		623,100,215 (1)
2008		745,473,557 (2)
2007		645,051,632 (2)
2006		630,595,421

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>	<u>Total</u>	<u>% Total</u>
<u>Payable</u>			<u>Collected</u>	<u>Collected</u>
2010	\$	4,710,721	In Process	In Process
2009		4,440,835 (1)	\$ 4,459,923	100.43 %
2008		10,498,505	10,011,776	95.36
2007		9,078,458	9,078,851	100.00
2006		10,340,541	10,404,519	100.62

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.

**NORTHERN WELLS COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
TI Group Automotive Systems	Automotive Fluid Storage Manufacturing	\$ 14,079,280	2.21 %
Wal-Mart Stores	Retail Store	8,689,390	1.37
Lowe's Home Center Inc.	Home Improvement Store	6,813,060	1.07
Wells Co. Partners LLC	Mobile Home Community	6,260,960	0.98
Roembke Mfg. & Design, Inc.	Rubber Molds Manufacturing	3,466,970	0.55
Nationwide Care	Long-Term Health Care Facility	3,449,700	0.54
Westland Park LLC	Insulation Distributor	3,142,260	0.49
La Cometa Properties	Light Manufacturing Facility	2,978,400	0.47
Markle 1041 LLC	Long-Term Health Care Facility	2,955,200	0.46
Ossian Healthcare Holding Co.	Long-Term Health Care Facility	2,933,700	0.46
Total Pay 2010 Assessed Valuation		<u>\$ 635,810,730</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 435,695	\$ 1,521,967	\$ 1,015,482	\$ 33,869	\$ 1,702,199	\$ 1,042	\$ 186,406
Bank & Excise	25,216	171,782	114,831	2,600	191,099	60	20,303
State Grants	13,679,050	-	-	-	-	88,000	-
Miscellaneous	998,442	192,305	788,539	1,484	418,454	-	-
Total	<u>\$ 15,138,403</u>	<u>\$ 1,886,054</u>	<u>\$ 1,918,852</u>	<u>\$ 37,953</u>	<u>\$ 2,311,752</u>	<u>\$ 89,102</u>	<u>\$ 206,709</u>
Disbursements	<u>\$ 14,735,525</u>	<u>\$ 1,981,110</u>	<u>\$ 1,787,015</u>	<u>\$ 200,349</u>	<u>\$ 2,308,887</u>	<u>\$ 91,035</u>	<u>\$ 386,869</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 251,106	\$ (151,772)(1)	\$ 1,495,157
Debt Service	822,275	917,331	1,094,221
Transportation	-	(131,837)(2)	58,333
Bus Replacement	154,448	316,844	257,832
Capital Projects	1,131,352	1,128,487	1,208,680
Special Ed/Preschool	-	1,933	2,263
Pension Debt Service	(17,268) (3)	162,892	205,645

- (1) Negative fund balance due to delayed property tax receipts.
- (2) Negative fund balance due to delayed property tax receipts.
- (3) Negative fund balance due to delayed property tax receipts.

**NORTHERN WELLS COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,870,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		17,710,000	
Proposed Lease Obligation Bonds		2,000,000	
Veterans and Common School Loans		-	
Total Outstanding Debt	\$	<u>22,580,000</u>	
Assessed Valuation (2009 Payable 2010)	\$	635,810,730	
Debt as a % of Assessed Valuation			3.55 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	2,870,000	
Present Ability to Issue General Obligation Bonds (if applicable)			Not Applicable



## NORTHWESTERN SCHOOL BUILDING CORPORATION

### General

Area	-	Northwestern School Corporation encompasses approximately 101 square miles in Howard County and includes the Townships of Clay, Ervin, and Howard and a portion of the City of Kokomo.
Audit	-	The most recent audit by the State Board of Accounts was filed on February 12, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

The proposed Bonds will be issued on parity with the Northwestern School Building Corporation First Mortgage Bonds, Series 2004A and the Northwestern School Building Corporation First Mortgage Bonds, Series 2005.

### Financing

Financing Requested	-	\$1,995,000 Bonds ("Bonds") maturing 2024.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Northwestern School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) HVAC system upgrades, and (ii) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,587
2008-2009	1,631
2007-2008	1,639
2006-2007	1,667
2005-2006	1,667

**NORTHWESTERN SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	9,564,411
2009		9,185,573
2008		3,846,268
2007		4,439,137
2006		4,692,775

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>	
<u>Payable</u>		<u>Valuation</u>	
2010	\$	419,000,000	(1)
2009		642,263,976	(2)
2008		674,185,976	(3)
2007		600,901,710	(3)
2006		581,131,910	

- (1) Estimated. Decrease due to closing of Delco Plant.
- (2) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (3) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>	
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>	<u>%</u>
2010	\$	4,710,721		In Process		In Process	%
2009		4,440,835	(1)	(2)		(2)	
2008		10,498,505		(2)		(2)	
2007		9,078,458		(2)		(2)	
2006		10,340,541		(2)		(2)	

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Crowe has requested this information; however, the data was not provided by the School Corporation at the time of Crowe's review of the application.

**NORTHWESTERN SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
New Carco Acquisition LLC	Former Chrysler Facility	\$ 128,298,380	30.62 %
Duke Energy Indiana Inc.	Energy Utility	5,595,650	1.34
Merrell Brothers, Inc.	Pork Producer	5,075,875	1.21
Indiana American Water Co. Inc.	Water Utility	1,633,600	0.39
Odell Farms Inc.	Farm	1,460,870	0.35
Shultz Farm Inc.	Farm	1,450,140	0.35
Kokomo Gas & Fuel Company	Gas Utility	1,421,080	0.34
Indiana Bell Telephone Co.	Telephone Utility	1,392,320	0.33
Hartman Farms Inc.	Farm	1,282,540	0.31
Wilson Livestock Farm	Beef Producer	1,200,975	0.29
Total Pay 2010 Assessed Valuation		<u>\$ 419,000,000</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ -	\$ 2,108,864	\$ 1,164,734	\$ 103,080	\$ 2,215,227	\$ -	\$ 158,887
Bank & Excise	-	196,224	108,375	9,591	206,120	-	14,784
State Grants	9,087,283	-	-	-	-	52,250	-
Miscellaneous	<u>367,995</u>	<u>-</u>	<u>7,724</u>	<u>-</u>	<u>3,557</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 9,455,278</u>	<u>\$ 2,305,088</u>	<u>\$ 1,280,833</u>	<u>\$ 112,671</u>	<u>\$ 2,424,904</u>	<u>\$ 52,250</u>	<u>\$ 173,671</u>
Disbursements	<u>\$ 9,313,169</u>	<u>\$ 2,080,000</u>	<u>\$ 1,187,175</u>	<u>\$ 170,402</u>	<u>\$ 2,585,108</u>	<u>\$ 120,878</u>	<u>\$ 171,492</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 262,864	\$ 120,755	\$ 400,281
Debt Service	1,195,347	970,259	947,828
Transportation	224,113	130,455	70,636
Bus Replacement	26,789	84,520	110,214
Capital Projects	618,166	778,370	744,818
Special Ed/Preschool	-	68,628	71,616
Pension Debt Service	87,857	85,678	79,556

**NORTHWESTERN SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,465,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		18,515,000	
Proposed Lease Obligation Bonds		1,995,000	
Veterans and Common School Loans		-	
		<hr/>	
Total Outstanding Debt	\$	21,975,000	
		<hr/>	
Assessed Valuation (2009 Payable 2010)	\$	419,000,000	
Debt as a % of Assessed Valuation			5.24 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	1,465,000	
Present Ability to Issue General Obligation			
Bonds (if applicable)			Not Applicable

**PLYMOUTH MULTISCHOOL BUILDING CORPORATION**

**General**

Area	-	Plymouth Community School Corporation encompasses approximately 103 square miles in Marshall County and includes the Townships of Center and West and the City of Plymouth.
Audit	-	The most recent audit by the State Board of Accounts was filed on February 16, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

**Financing**

Financing Requested	-	\$4,175,000 Bonds (“Bonds”) maturing 2023.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Plymouth Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) improvements and repairs to roofs, lighting, HVAC, restrooms and bleachers and (ii) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	3,495
2008-2009	3,486
2007-2008	3,493
2006-2007	3,526
2005-2006	3,469

**PLYMOUTH MULTISCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	20,457,994
2009		20,734,786
2008		12,955,001
2007		12,756,425
2006		12,482,394

**Net Assessed Valuation**

<u>Year Payable</u>		<u>Net Assessed Valuation</u>
2010	\$	859,010,746
2009		856,573,936 (1)
2008		985,293,812 (2)
2007		895,073,030 (3)
2006		882,886,433

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending and the opening of a new medical and fitness complex.
- (3) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>		<u>Gross Levy</u>		<u>Total Collected</u>		<u>% Total Collected</u>
2010	\$	6,826,355	\$	2,909,623	42.62	% (2)
2009		7,735,583 (1)		7,683,745	99.33	
2008		13,280,153		13,157,701	99.08	
2007		13,079,968		12,956,965	99.06	
2006		12,732,124		12,960,519	101.79	

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.

**PLYMOUTH MULTISCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Northern Indiana Public Service Company	Natural Gas and Electric Utility	\$ 17,431,670	2.03 %
Del Monte Corporation	Tomato Products Manufacturing	12,851,883	1.50
Wal-Mart Stores East, Inc.	Retail Store	11,786,340	1.37
Hoosier Tire and Rubber Corporation	Automobile Racing Tires Manufacturing	11,475,099	1.34
Pregis Innovative Packaging	Paper and Plastic Packaging Manufacturing	11,458,610	1.33
Plymouth Center, LP	Shopping Center	10,311,400	1.20
Pioneer Hi Bred International	Seed Corn Producer	9,856,110	1.15
Lifeplex Holdings, LLC	Medical and Fitness Complex	9,031,715	1.05
Embarq (formerly UTS)	Telephone Utility	8,331,990	0.97
Zentis Food Solutions, N.A., LLC	Fruit Products Manufacturing	8,058,590	0.94
Total Pay 2010 Assessed Valuation		<u>\$ 859,010,746</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 733,189	\$ 3,871,476	\$ 1,005,747	\$ 325,280	\$ 2,981,799	\$ 2,300	\$ 316,181
Bank & Excise	100,083	407,894	106,373	34,180	315,398	339	33,418
State Grants	19,291,343	-	-	-	-	85,250	-
Miscellaneous	<u>1,349,225</u>	<u>537,115</u>	<u>136,876</u>	<u>20,064</u>	<u>1,223,035</u>	<u>-</u>	<u>20,486</u>
Total	<u>\$ 21,473,840</u>	<u>\$ 4,816,485</u>	<u>\$ 1,248,996</u>	<u>\$ 379,524</u>	<u>\$ 4,520,232</u>	<u>\$ 87,889</u>	<u>\$ 370,085</u>
Disbursements	<u>\$ 21,652,340</u>	<u>\$ 3,888,240</u>	<u>\$ 1,147,406</u>	<u>\$ -</u>	<u>\$ 3,940,165</u>	<u>\$ 121,479</u>	<u>\$ 337,274</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 1,055,899	\$ 1,234,399	\$ 1,803,410
Debt Service	2,296,312	1,368,067	1,511,214
Transportation	462,395	360,805	358,900
Bus Replacement	381,410	1,886	57,107
Capital Projects	1,226,578	646,511	1,483,835
Special Ed/Preschool	-	33,590	36,907
Pension Debt Service	150,212	117,401	130,424

**PLYMOUTH MULTISCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,660,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		28,690,000	
Proposed Lease Obligation Bonds		4,175,000	
Veterans and Common School Loans		-	
Total Outstanding Debt	\$	<u>35,525,000</u>	
Assessed Valuation (2009 Payable 2010)	\$	859,010,746	
Debt as a % of Assessed Valuation		4.14	%
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	2,660,000	
Present Ability to Issue General Obligation Bonds (if applicable)		Not Applicable	



## SOUTH KNOX SCHOOL CORPORATION

### General

Area	-	The South Knox School Corporation encompasses approximately 279 square miles in Knox County and includes the Townships of Palmyra, Steen, Harrison, Johnson, Decker and Lower Vincennes and the Towns of Monroe City, Wheatland and Decker.
Audit	-	The most recent audit by the State Board of Accounts was filed on March 5, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

### Financing

Financing Requested	-	\$1,935,000 Bonds ("Bonds") maturing 2025.
Security	-	The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the South Knox School Corporation.
Purpose	-	The purpose of the proposed Bonds is to fund (i) renovations to several classrooms and restrooms, (ii) parking lot improvements, (iii) HVAC replacements, (iv) sewage works improvements, and (v) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,138
2008-2009	1,134
2007-2008	1,143
2006-2007	1,135
2005-2006	1,104

**SOUTH KNOX SCHOOL CORPORATION (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 6,611,436
2009	6,154,309
2008	3,371,647
2007	3,438,106
2006	3,030,606

**Net Assessed Valuation**

<u>Year</u> <u>Payable</u>	<u>Net Assessed</u> <u>Valuation</u>
2010	\$ 425,823,053
2009	408,384,593
2008	406,028,380 (1)
2007	362,280,340 (2)
2006	398,527,636

(1) Increase due to trending.

(2) Decrease due to abatement granted to Duke.

**Property Taxes Levied and Collected**

<u>Year</u> <u>Payable</u>	<u>Gross Levy</u>	<u>Total</u> <u>Collected</u>	<u>% Total</u> <u>Collected</u>
2010	\$ 3,337,687	\$ 1,949,983	58.42 % (2)
2009	3,624,005 (1)	3,725,192	102.79
2008	6,592,683	6,970,866	105.74 (3)
2007	5,918,573	5,987,842	101.17
2006	5,497,292	5,266,157	95.80 (4)

(1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.

(2) Collections received to date.

(3) High collections due to receipt of delinquent tax payments.

(4) Low collections due to delinquent tax payments.

**SOUTH KNOX SCHOOL CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Duke Energy Indiana, Inc.	Electric Utility	\$ 51,721,490	12.15 %
Peabody Midwest Mining	Coal Mining	12,829,220	3.01
Ohio Valley Hub, LLC	Natural Gas Transmission	5,778,720	1.36
Essex Group, Inc. (1)	Magnet Wire Manufacturing	5,224,280	1.23
Southern Indiana Gas & Electric	Natural Gas Utility	4,008,210	0.94
Indiana Michigan Power Company	Electric Utility	3,182,260	0.75
CSX Transportation, Inc.	Railroad Company	2,818,670	0.66
WIN Energy REMC	Rural Electric Company	2,066,440	0.49
Solar Sources Underground	Coal Mining	1,998,250	0.47
Verizon North	Telecommunication Utility	1,614,060	0.38

(1) Closed in 2009.

Total Pay 2010  
Assessed Valuation \$ 425,823,053

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 298,063	\$ 1,272,543	\$ 1,206,600	\$ 59,607	\$ 1,279,772	\$ 851	\$ 229,105
Bank & Excise	27,180	108,594	102,868	5,089	108,996	78	19,528
State Grants	6,140,558	-	-	-	-	13,750	-
Miscellaneous	131,154	-	1,695	-	1,672	-	-
Adjustments	575,650	-	536,657	-	500,000	-	-
Total	<u>\$ 7,172,605</u>	<u>\$ 1,381,137</u>	<u>\$ 1,847,820</u>	<u>\$ 64,696</u>	<u>\$ 1,890,440</u>	<u>\$ 14,679</u>	<u>\$ 248,633</u>
Disbursements (1)	<u>\$ 6,782,126</u>	<u>\$ 1,456,406</u>	<u>\$ 1,596,772</u>	<u>\$ 3,707</u>	<u>\$ 1,655,432</u>	<u>\$ 119,894</u>	<u>\$ 235,342</u>

(1) Includes adjustments.

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 1,116,947	\$ 726,468	\$ 674,657
Debt Service	267,813	343,082	115,207
Transportation	335,231	84,183	312,899
Bus Replacement	141,733	80,744	41,868
Capital Projects	190,074	(44,934)(1)	19,637
Special Ed/Preschool	-	105,215	114,656
Pension Debt Service	31,462	18,171	35,548

(1) Due to delayed receipt of Pay 2008 property tax collections.

**SOUTH KNOX SCHOOL CORPORATION** (Continued)

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	900,000
Proposed General Obligation Bonds		1,935,000
Lease Obligation Bonds Outstanding		5,980,000
Proposed Lease Obligation Bonds		-
Veterans and Common School Loans		-
Total Outstanding Debt	<u>\$</u>	<u>8,815,000</u>
Assessed Valuation (2009 Payable 2010)		425,823,053
Debt as a % of Assessed Valuation		2.07 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	900,000
Present Ability to Issue General Obligation		
Bonds (if applicable)	\$	1,938,820

**SPENCER-OWEN FACILITY IMPROVEMENT CORPORATION**

**General**

Area	-	Spencer-Owen Community Schools encompasses approximately 341 square miles in Owen County and includes the Townships of Clay, Franklin, Harrison, Jefferson, Lafayette, Marion, Montgomery, Morgan, Washington, and Wayne; and the Towns of Gosport and Spencer.
Audit	-	The most recent audit by the State Board of Accounts was filed on May 11, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

The proposed Bonds will be issued on parity with the Spencer-Owen Facility Improvement Corporation Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2009.

**Financing**

Financing Requested	-	\$1,760,000 Bonds (“Bonds”) maturing 2022.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Spencer-Owen Community Schools under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) replace roofs on various school buildings and (ii) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	2,912
2008-2009	2,845
2007-2008	2,927
2006-2007	2,981
2005-2006	2,983

**SPENCER-OWEN FACILITY IMPROVEMENT CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	18,691,328
2009		17,653,680
2008		14,982,683
2007		14,591,739
2006		14,492,030

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	534,516,335
2009		524,948,587 (1)
2008		622,393,960 (2)
2007		596,455,546 (2)
2006		538,900,430

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	7,179,624	\$	4,407,566		61.39 % (2)
2009		6,845,855 (1)		8,371,663		122.29 (3)
2008		10,931,727		9,784,370		89.50 (3)
2007		9,797,380		9,616,191		98.15
2006		9,419,442		9,412,309		99.92

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.  
 (2) Collections received to date.  
 (3) Due to late property tax collections in 2008, \$1,239,315 of the 2008 property tax payment was not received until 2009. Total 2008 collections should have been \$11,023,685 and 100.84% collected. Total 2009 collections should have been \$7,132,348 and 104.18% collected.

**SPENCER-OWEN FACILITY IMPROVEMENT CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Boston Scientific Corporation	Medical Devices	\$ 6,015,690	1.13 %
SMV Realty LLC	Commercial Real Estate	5,278,200	0.99
Vance Products Inc d/b/a Cook Urological	Medical Devices	3,923,660	0.73
Vance Products	Medical Devices	3,243,600	0.61
Owen County State Bank	Banking/Finance	3,069,800	0.57
Covenant Care Spencer LLC	Nursing Home	2,671,900	0.50
Trilogy Health Services	Health Care Facility	2,375,500	0.44
Indiana HCP LP	Health Care Facility	2,375,500	0.44
World Arts Inc.	Commercial Printing	1,755,960	0.33
Cole Wm Spencer In LLC a Delaware LLC	Comercial Real Estate	1,747,200	0.33
Total Pay 2010 Assessed Valuation		<u>\$ 534,516,335</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 842,215	\$ 3,175,861	\$ 2,036,197	\$ 155,808	\$ 1,914,068	\$ 898	\$ 246,617
Bank & Excise	92,091	381,663	245,629	17,398	233,331	221	30,542
State Grants	17,292,998	-	-	-	-	170,500	-
Miscellaneous	995,843	184,254	139,286	2,312	132,887	59,745	-
Adjustments	5,820,223	20,566	1,118,674	2,538	963,807	-	-
Total	<u>\$ 25,043,370</u>	<u>\$ 3,762,344</u>	<u>\$ 3,539,786</u>	<u>\$ 178,056</u>	<u>\$ 3,244,093</u>	<u>\$ 231,364</u>	<u>\$ 277,159</u>
Disbursements	<u>\$ 21,033,672</u>	<u>\$ 3,553,217</u>	<u>\$ 3,171,370</u>	<u>\$ 39,231</u>	<u>\$ 2,906,301</u>	<u>\$ 283,913</u>	<u>\$ 251,971</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 4,668,492	\$ 658,794	\$ 1,817,623
Debt Service	240,371	31,244	256,646
Transportation	368,416	-	127,475
Bus Replacement	202,803	63,978	56,697
Capital Projects	389,976	52,184	208,077
Special Ed/Preschool	-	52,549	125,000
Pension Debt Service	121,350	96,162	62,263

**SPENCER-OWEN FACILITY IMPROVEMENT CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,585,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		11,105,000	
Proposed Lease Obligation Bonds		1,760,000	
Veterans and Common School Loans		<u>18,776,588</u>	
Total Outstanding Debt	\$	<u>34,226,588</u>	
Assessed Valuation (2009 Payable 2010)	\$	534,516,335	
Debt as a % of Assessed Valuation			6.40 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	2,585,000	
Present Ability to Issue General Obligation Bonds (if applicable)			Not Applicable



## TAYLOR COMMUNITY SCHOOL BUILDING CORPORATION

### General

Area	-	Taylor Community School Corporation encompasses approximately 31 square miles in Howard County and includes the Township of Taylor and the City of Kokomo.
Audit	-	The most recent audit by the State Board of Accounts was filed on June 19, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

### Financing

Financing Requested	-	\$1,940,000 Bonds ("Bonds") maturing 2022.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Taylor Community School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) the repair or replacement of windows, roofs and doors (ii) HVAC improvements, (iii) installation of an accessible sidewalk, and (iv) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,427
2008-2009	1,444
2007-2008	1,437
2006-2007	1,515
2005-2006	1,579

**TAYLOR COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	9,520,495
2009		9,566,073
2008		6,066,853
2007		5,739,857
2006		5,922,397

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	260,374,944 (1)
2009		295,138,369 (2)
2008		380,813,374
2007		391,175,821 (3)
2006		354,418,180

- (1) Decrease due to economic downturn.
- (2) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (3) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Gross Levy</u>		<u>Total</u>		<u>% Total</u>
<u>Payable</u>				<u>Collected</u>		<u>Collected</u>
2010	\$	3,448,145	\$	1,869,666	54.22	% (2)
2009		3,709,299 (1)		3,783,917	102.01	
2008		7,416,341		7,559,104	101.92	
2007		7,737,068		7,475,012	96.61	
2006		6,088,550		6,101,379	100.21	

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.

**TAYLOR COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Walnut Creek Investment LLC	Apartments	\$ 8,201,300	3.15 %
Kokomo Hotel Developers LLC	Hotel	3,065,100	1.18
Beena Inc.	Hotel	2,633,300	1.01
Kokomo Gas and Fuel Company	Gas Utility	2,534,500	0.97
Duke Energy Indiana, Inc.	Electric Utility	2,366,670	0.91
Balaji LLC	Hotel	2,036,400	0.78
Hewitt Tool & Die Co.	Tool and Die Makers	1,679,690	0.65
Regency of Indiana, Inc.	Mobile Home Park	1,673,100	0.64
Kingston Green LLC	Apartments	1,481,900	0.57
Cracker Barrel Old Country Store	Restaurant	1,410,700	0.54
Total Pay 2010 Assessed Valuation		<u>\$ 260,374,944</u>	

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ -	\$ 1,559,914	\$ 572,661	\$ 110,197	\$ 1,059,513	\$ -	\$ 481,734
Bank & Excise	31,642	203,938	74,856	14,403	138,514	-	62,962
State Grants	8,842,032	-	-	-	-	52,250	-
Miscellaneous	196,312	-	28,287	-	8,301	-	-
Total	<u>\$ 9,069,986</u>	<u>\$ 1,763,852</u>	<u>\$ 675,804</u>	<u>\$ 124,600</u>	<u>\$ 1,206,328</u>	<u>\$ 52,250</u>	<u>\$ 544,696</u>
Disbursements	<u>\$ 8,534,829</u>	<u>\$ 1,659,640</u>	<u>\$ 656,692</u>	<u>\$ 96,136</u>	<u>\$ 1,176,672</u>	<u>\$ 160,930</u>	<u>\$ 385,915</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 2,137,636	\$ 1,602,479	\$ 554,702
Debt Service	938,792	834,580	369,209
Transportation	36,659	17,547	14,195
Bus Replacement	41,421	12,957	723
Capital Projects	384,719	355,063	226,881
Special Ed/Preschool	-	108,680	93,238
Pension Debt Service	211,152	52,371	46,385

**TAYLOR COMMUNITY SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	2,120,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		12,940,000	
Proposed Lease Obligation Bonds		1,940,000	
Veterans and Common School Loans		-	
Total Outstanding Debt	\$	<u>17,000,000</u>	
Assessed Valuation (2009 Payable 2010)	\$	260,374,944	
Debt as a % of Assessed Valuation		6.53	%
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	2,120,000	
Present Ability to Issue General Obligation Bonds (if applicable)		Not Applicable	

## WA-NEE COMMUNITY SCHOOLS

### General

Area	-	Wa-Nee Community Schools encompasses approximately 145 square miles in Elkhart and Kosciusko Counties and includes the Townships Olive, Harrison, Lock and Union in Elkhart County; Scott and Jefferson Township in Kosciusko County; and the Town of Wakarusa and City of Nappanee in Elkhart County.
Audit	-	The most recent audit by the State Board of Accounts was filed on June 11, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2009.

### Financing

Financing Requested	-	\$1,300,000 Bonds ("Bonds") maturing 2021.
Security	-	The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the Wa-Nee Community Schools.
Purpose	-	The purpose of the proposed Bonds is to fund (i) roofing repairs and/or replacements on three school buildings, and (ii) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	3,184
2008-2009	3,202
2007-2008	3,336
2006-2007	3,388
2005-2006	3,316

**WA-NEE COMMUNITY SCHOOLS (Continued)**

**State Aid**

<u>Year</u>	<u>Amount</u>
2010	\$ 18,123,218
2009	18,066,312
2008	10,710,733
2007	10,954,001
2006	10,739,416

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 955,180,752
2009	962,418,383 (1)
2008	1,082,183,013 (2) (3)
2007	1,019,500,400 (3)
2006	963,952,560

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to the change in the assessed value of farmland.
- (3) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 11,015,690	In Process	In Process
2009	10,762,364 (1)	\$ 11,217,501	104.23 % (2)
2008	17,910,511	17,523,963	97.84
2007	17,206,872	16,902,755	98.23
2006	15,458,260	15,412,899	99.71

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) High tax collections due to errors in original assessment which were later revised.

**WA-NEE COMMUNITY SCHOOLS (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Workhorse International Holding Company (subsidiary of Navistar)	Manufacturer of Recreational Vehicles	\$ 32,415,700	3.39 %
Fairmont Homes, Inc.	Manufacturer of Mobile Homes	24,415,190	2.56
Newmar Corporation	Manufacturer of Recreational Vehicles	19,256,410	2.02
Utilimaster Corporation	Manufacturer of Trucks and Vans	15,178,850	1.59
Verizon	Telephone Utility	12,215,970	1.28
Forest River, Inc.	Manufacturer of Recreational Vehicles	9,836,090	1.03
Monaco Coach Corporation (1)	Closed Facility	8,959,860	0.94
Northern Indiana Public Service Company	Gas and Electric Utility	8,875,736	0.93
Amish Acres LLC/ Pletcher Enterprises, Inc.	Restaurant, Historical Farm, Resort	7,380,840	0.77
Beer and Slabaugh, Inc./ Northern Investments, Inc.	Commercial Construction Site Developer	6,495,790	0.68
Total Pay 2010 Assessed Valuation		<u>\$ 955,180,752</u>	

(1) Monaco Coach Corporation filed for Chapter 11 bankruptcy protection on March 5, 2009, and was subsequently acquired by Navistar.

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 2,561,421	\$ 7,411,424	\$ 2,007,284	\$ 555,467	\$ 3,570,636	\$ 8,136	\$ 391,941
Bank & Excise	50,665	322,648	90,649	29,122	158,093	7,527	10,104
State Grants	16,645,809	-	-	-	166,578	123,750	-
Miscellaneous	536,739	312,210	172,502	16,437	-	-	-
Adjustments	-	-	605,923	206,918	-	-	-
Total	<u>\$ 19,794,634</u>	<u>\$ 8,046,282</u>	<u>\$ 2,876,358</u>	<u>\$ 807,944</u>	<u>\$ 3,895,307</u>	<u>\$ 139,413</u>	<u>\$ 402,045</u>
Disbursements	<u>\$ 18,281,396</u>	<u>\$ 6,741,190</u>	<u>\$ 2,743,690</u>	<u>\$ 672,966</u>	<u>\$ 2,749,292</u>	<u>\$ 136,945</u>	<u>\$ 449,462</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 2,023,578	\$ 510,340	\$ 1,135,171
Debt Service	2,766,563	1,461,471	1,753,445
Transportation	400,410	267,742	222,137
Bus Replacement	209,130	74,152	45,556
Capital Projects	4,068,558	2,922,543	4,056,843
Special Ed/Preschool	-	(2,468)	7,514
Pension Debt Service	(28,946)	18,471	1,460

**WA-NEE COMMUNITY SCHOOLS (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	1,930,000
Proposed General Obligation Bonds		1,300,000
Lease Obligation Bonds Outstanding		22,032,174
Proposed Lease Obligation Bonds		-
Veterans and Common School Loans		-
Total Outstanding Debt	\$	<u>25,262,174</u>
Assessed Valuation (2009 Payable 2010)	\$	955,180,752
Debt as a % of Assessed Valuation		2.64 %
Current Indebtedness of the School Corporation		
Subject to the 2% Constitutional Limit	\$	1,930,000
Present Ability to Issue General Obligation		
Bonds (if applicable)	\$	4,437,872



## WARSAW COMMUNITY SCHOOLS

### General

Area	-	Warsaw Community Schools encompasses approximately 171 square miles in Kosciusko County and includes the Townships of Clay, Lake, Prairie, Plain and Wayne; and the Towns of Claypool, Silver Lake, Winona Lake and Leesburg, and the City of Warsaw.
Audit	-	The most recent audit by the State Board of Accounts was filed on June 10, 2009 for the period July 1, 2006 to June 30, 2008. The current audit period for the School Corporation began July 1, 2008 and concluded on June 30, 2010.

### Financing

Financing Requested	-	\$1,995,000 Bonds ("Bonds") maturing 2022.
Security	-	The Bonds will be payable from ad valorem taxes to be levied on all taxable property within the boundaries of the Warsaw Community Schools.
Purpose	-	The purpose of the proposed Bonds is to fund (i) boiler and HVAC improvements, (ii) lighting and roof renovations, and (iii) the costs of issuance associated therewith.

### Enrollment

<u>School Year</u>	<u>Enrollment</u>
2009-2010	6,924
2008-2009	6,925
2007-2008	6,919
2006-2007	6,931
2005-2006	6,712

**WARSAW COMMUNITY SCHOOLS (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	40,398,141
2009		40,394,388
2008		21,963,578
2007		21,817,525
2006		20,984,480

**Net Assessed Valuation**

<u>Year Payable</u>	<u>Net Assessed Valuation</u>
2010	\$ 2,235,315,632
2009	2,190,189,847 (1)
2008	2,462,676,579 (2)
2007	2,393,112,402 (2)
2006	2,028,212,793

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.
- (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year Payable</u>	<u>Gross Levy</u>	<u>Total Collected</u>	<u>% Total Collected</u>
2010	\$ 18,394,929	\$ 10,113,996	54.98 % (2)
2009	19,740,059 (1)	20,440,600	103.55 (3)
2008	28,752,119	28,977,769	100.78
2007	27,771,012	28,057,700	101.03
2006	25,770,759	26,212,205	101.71

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.
- (2) Collections received to date.
- (3) High collections due to erroneous tax rate. An adjustment correcting the error is expected for Pay 2011 taxes.

**WARSAW COMMUNITY SCHOOLS (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Zimmer, Inc. (1)	Orthopedic Products Manufacturing	\$ 105,852,690	4.74 %
R.R. Donnelley & Sons Company	Printer of Catalogs and Tabloids	78,190,770	3.50
DePuy, Inc	Orthopedic Products Manufacturing	50,510,840	2.26
Biomet, Inc	Orthopedic Implants Manufacturing	34,849,810	1.56
Warsaw Health System LLC	Medical Clinic	29,643,660	1.33
Northern Indiana Public Service Company (2)	Natural Gas and Electric Utility	22,678,310	1.01
Medtronic Sofamor Danek Inc (3)	Medical Devices Manufacturing	20,604,880	0.92
Louis Dreyfus Agriculture Industries LLC (4)	Biodiesel and Soybean Processing Facility	16,242,270	0.73
Embarq (formerly Sprint)	Telephone Utility	16,113,440	0.72
Menards	Retail Building Materials	11,616,300	0.52
Total Pay 2010 Assessed Valuation		<u>\$ 2,235,315,632</u>	

- (1) Located in the Warsaw Central Tax Increment Financing District, with \$10,632,600 of Pay 2010 Net Assessed Valuation (NAV) designated as tax increment NAV, per the Kosciusko County Auditor's Office.
- (2) Located in the Warsaw Central Tax Increment Financing District, with \$88,300 of Pay 2010 NAV designated as tax increment NAV, per the Kosciusko County Auditor's Office.
- (3) Located in the Warsaw North Economic Development District (Warsaw-Plain), with \$20,604,880 of Pay 2010 NAV designated as tax increment NAV, per the Kosciusko County Auditor's Office.
- (4) Located in the Dreyfus Tax Increment Financing District (Clay Township), with \$16,242,270 of Pay 2010 NAV designation as tax increment NAV, per the Kosciusko County Auditor's Office.

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 1,735,764	\$ 10,270,388	\$ 2,580,010	\$ 313,376	\$ 8,270,321	\$ 5,330	\$ 566,788
Bank & Excise	918,895	1,067,716	324,331	37,313	1,050,843	2,821	85,049
State Grants	36,973,383	-	-	-	-	148,500	-
Miscellaneous	<u>781,341</u>	<u>2,298,170</u>	<u>1,310,598</u>	<u>1,626</u>	<u>424,351</u>	<u>364</u>	<u>5,629</u>
Total	<u>\$ 40,409,383</u>	<u>\$ 13,636,274</u>	<u>\$ 4,214,939</u>	<u>\$ 352,315</u>	<u>\$ 9,745,515</u>	<u>\$ 157,015</u>	<u>\$ 657,466</u>
Disbursements	<u>\$ 39,495,475</u>	<u>\$ 10,734,070</u>	<u>\$ 3,865,814</u>	<u>\$ 353,079</u>	<u>\$ 7,705,766</u>	<u>\$ 294,096</u>	<u>\$ 548,008</u>

**WARSAW COMMUNITY SCHOOLS (Continued)****Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 4,578,819	\$ 3,664,911	\$ 6,079,789
Debt Service	4,558,982	1,656,778	2,351,458
Transportation	540,732	191,607	692,758
Bus Replacement	128,689	129,453	526,058
Capital Projects	3,859,604	1,819,855	3,939,625
Special Ed/Preschool	-	137,081	151,486
Pension Debt Service	274,270	164,812	27,492

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$ 5,905,000
Proposed General Obligation Bonds	1,995,000
Lease Obligation Bonds Outstanding	91,037,650
Proposed Lease Obligation Bonds	-
Veterans and Common School Loans	-
Total Outstanding Debt	<u>\$ 98,937,650</u>
Assessed Valuation (2009 Payable 2010)	\$ 2,235,315,632
Debt as a % of Assessed Valuation	4.43 %
Current Indebtedness of the School Corporation	
Subject to the 2% Constitutional Limit	\$ 5,905,000
Present Ability to Issue General Obligation Bonds (if applicable)	\$ 8,997,104

**WHEELER-UNION TOWNSHIP SCHOOL BUILDING CORPORATION**

**General**

Area	-	Union Township School Corporation encompasses approximately 31 square miles in Porter County and includes the Township of Union.
Audit	-	The most recent audit by the State Board of Accounts was filed on January 5, 2010 for the period July 1, 2007 to June 30, 2009. The current audit period for the School Corporation began July 1, 2009 and concludes on June 30, 2011.

The proposed Bonds will be issued on parity with the Wheeler-Union Township School Building Corporation First Mortgage Refunding Bonds, Series 2001 and the Wheeler-Union Township School Building Corporation Ad Valorem Property Tax First Mortgage Refunding Bonds, Series 2010.

**Financing**

Financing Requested	-	\$2,000,000 Bonds ("Bonds") maturing 2026.
Security	-	The Bonds are special obligations of the Building Corporation secured by lease rental payments required to be paid by Union Township School Corporation under the lease agreement.
Purpose	-	The purpose of the proposed Bonds is to fund (i) replace windows and doors, (ii) resurface parking lot, (iii) update and/or install camera-security systems, (iv) keyless card access systems, (v) HVAC upgrades and (vi) the costs of issuance associated therewith.

**Enrollment**

<u>School Year</u>	<u>Enrollment</u>
2009-2010	1,722
2008-2009	1,719
2007-2008	1,683
2006-2007	1,693
2005-2006	1,664

**WHEELER-UNION TOWNSHIP SCHOOL BUILDING CORPORATION (Continued)**

**State Aid**

<u>Year</u>		<u>Amount</u>
2010	\$	9,357,005
2009		8,821,178
2008		4,707,657
2007		5,225,932
2006		5,082,771

**Net Assessed Valuation**

<u>Year</u>		<u>Net Assessed</u>
<u>Payable</u>		<u>Valuation</u>
2010	\$	465,609,953
2009		464,809,609 (1)
2008		604,012,492 (2)
2007		508,211,823 (2)
2006		479,471,010

- (1) Decrease due to new supplemental homestead deduction effective in Pay 2009.  
 (2) Increase due to trending.

**Property Taxes Levied and Collected**

<u>Year</u>		<u>Total</u>	<u>% Total</u>
<u>Payable</u>	<u>Gross Levy</u>	<u>Collected</u>	<u>Collected</u>
2010	\$ 4,368,353	In Process	In Process
2009	4,297,165 (1)	\$ 4,084,168	95.04 %
2008	8,952,069	9,201,216	102.78
2007	7,906,760	7,942,961	100.46
2006	7,430,964	7,383,914	99.37

- (1) Decrease in levy due to the State's assumption of School General and Preschool/Special Education fund beginning in Pay 2009.

**WHEELER-UNION TOWNSHIP SCHOOL BUILDING CORPORATION (Continued)**

**Ten Largest Taxpayers**

<u>Taxpayer</u>	<u>Type/Business Product</u>	<u>2009 Pay 2010 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Northern Indiana Public Service	Gas Utility	\$ 8,713,760	1.87 %
Walgreen Co.	Drug Store Chain Warehouse	5,204,890	1.12
Verizon North	Telephone Utility	4,244,700	0.91
Vector Pipeline LP	Natural Gas Pipeline	3,523,220	0.76
Grand Trunk Western Railroad	Rail Carrier	1,847,040	0.40
Blue Willow	Restaurant	1,726,400	0.37
Private Residence	Private Residence	1,454,500	0.31
Private Residence	Private Residence	1,403,600	0.30
Private Residence	Private Residence	1,309,100	0.28
Private Residence	Private Residence	1,233,100	0.26

Total Pay 2010  
Assessed Valuation \$ 465,609,953

**Actual Receipts and Disbursements  
Calendar Year 2009**

	<u>General</u>	<u>Debt Service</u>	<u>Transportation</u>	<u>Bus Replacement</u>	<u>Capital Projects</u>	<u>Special Ed/Preschool</u>	<u>Pension Debt Service</u>
Receipts							
Property Taxes	\$ 2,373,593	\$ 2,844,753	\$ 1,332,551	\$ 243,239	\$ 1,605,466	\$ 4,170	\$ 173,410
Bank & Excise	174,703	260,579	120,703	25,838	143,093	226	14,409
State Grants	8,734,396	-	-	-	-	33,124	-
Miscellaneous	<u>474,005</u>	<u>-</u>	<u>13,102</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 11,756,697</u>	<u>\$ 3,105,332</u>	<u>\$ 1,466,356</u>	<u>\$ 269,077</u>	<u>\$ 1,748,559</u>	<u>\$ 37,520</u>	<u>\$ 187,819</u>
Disbursements	<u>\$ 13,264,259</u>	<u>\$ 3,334,830</u>	<u>\$ 1,682,312</u>	<u>\$ 263,588</u>	<u>\$ 2,392,028</u>	<u>\$ 76,152</u>	<u>\$ 176,945</u>

**Year End Cash Balances**

<u>Fund</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General	\$ 1,012,422	\$ 2,519,984	\$ 2,903,996
Debt Service	354,010	583,508	430,329
Transportation	85,418	301,374	303,849
Bus Replacement	8,710	3,221	538
Capital Projects	125,352	768,821	695,525
Special Ed/Preschool	-	38,632	43,616
Pension Debt Service	12,201	1,327	972

**WHEELER-UNION TOWNSHIP SCHOOL BUILDING CORPORATION (Continued)**

**Current School Corporation Indebtedness**

General Obligation Bonds Outstanding	\$	3,360,000	
Proposed General Obligation Bonds		-	
Lease Obligation Bonds Outstanding		18,145,000	
Proposed Lease Obligation Bonds		2,000,000	
Veterans and Common School Loans		-	
Total Outstanding Debt	\$	<u>23,505,000</u>	
Assessed Valuation (2009 Payable 2010)	\$	465,609,953	
Debt as a % of Assessed Valuation			5.05 %
Current Indebtedness of the School Corporation			
Subject to the 2% Constitutional Limit	\$	3,360,000	
Present Ability to Issue General Obligation Bonds (if applicable)			Not Applicable



## **APPENDIX B**

### **DEFINITION OF TERMS**

"Accounts" means the accounts created pursuant to Article VI hereof.

"Act" means the provisions of Indiana Code 5-1.5.

"Allocation Amount" means each School Corporation's individual allocation of Qualified School Construction Bond volume from the Indiana Department of Education as approved by the Indiana Finance Authority, as listed on Exhibit A hereto.

"Authorized Denomination" means, with respect to the Bonds, \$5,000 or any integral multiple thereof, and with respect to any other series of bonds, such denomination as shall be set forth in a Supplemental Indenture.

"Authorized Officer" means the Chairman, Vice Chairman or Executive Director of the Bond Bank or such other person or persons who are duly authorized to act on behalf of the Bond Bank.

"Bankruptcy Code" means the Bankruptcy Reform Act of 1978, as amended from time to time.

"Bond Bank" means the Indiana Bond Bank, a body corporate and politic, not a state agency, but an independent public instrumentality of the State exercising essential public functions, or any successor to its functions.

"Bond Counsel" means any qualified attorney at law or firm of attorneys selected by the Bond Bank and reasonably acceptable to the Trustee and the Credit Provider, if any, of nationally recognized standing in matters pertaining to the validity of and the tax-exempt nature of interest on or qualifications of bonds issued by states and their political subdivisions, duly admitted to the practice of law before the highest court of any state of the United States of America.

"Bond Issuance Expense Account" means the account by that name created in the General Fund by Section 6.02 hereof.

"Bondholder" or "holder of Bonds" or "owner of Bonds" or any similar term means the registered owner of any Bond.

"Bonds" means the Series 2010 Bonds and any Refunding Bonds.

"Building Corporation" means a not-for-profit corporation under Indiana law, as further described in IRS Revenue Ruling 63-20 which is a Qualified Entity under the Act.

"Business Day" means any day other than a Saturday, Sunday, or other day on which commercial banks in the city in which the corporate trust operations office of the Trustee is located are not open for business.

"Calculation Agreements" means each Calculation Agency Agreement between each Qualified Entity and The Bank of New York Mellon Trust Company, N.A., as calculation agent.

"Cash Flow Certificate" means a certificate prepared by an accountant or firm of accountants in accordance with Section 5.11 concerning anticipated Revenues and payments.

"Clearing Agency" means initially The Depository Trust Company, and its successors and assigns, including any surviving, resulting or transferee corporation, or any successor corporation that may be appointed in a manner consistent with this Indenture and shall include any direct or indirect participants of The Depository Trust Company.

"Code" means the Internal Revenue Code of 1986 in effect on the date of issuance of the Series 2010 Bonds, and the applicable regulations or rulings promulgated or proposed thereunder, and any successor thereto.

"Corresponding Redemption Amount" means, as to each Qualified Entity, the amount and payment date or dates of such Qualified Entity's Qualified Obligation that will be subject to any type of redemption and the corresponding amount and payment date or dates of the Series 2010 Bonds simultaneously subject to redemption as shown on Exhibit A to such Qualified Entity's Purchase Agreement.

"Costs of Issuance" means items of expense payable or reimbursable directly or indirectly by the Bond Bank and related to the authorization, sale and issuance of the Bonds, which items of expense shall include, but not be limited to, printing costs, costs of reproducing documents, filing and recording fees, initial fees and charges of the Trustee, underwriter's discount, legal fees and charges, professional consultants, fees, costs of credit ratings, fees and charges for execution, transportation and safekeeping of Bonds, bond or reserve fund insurance premiums, credit enhancements (including Credit Facilities) or liquidity facility fees, and other costs, charges and fees in connection with the foregoing and include all costs of issuance as defined under Section 147(g) of the Code and as further described in 1.150-1(b) of the I.R.S. Regulations.

"Counsel" means an attorney duly admitted to practice law before the highest court of any state and approved by the Bond Bank.

"Credit Facility" means any letter of credit, revolving credit agreement, surety bond, insurance policy or other agreement or instrument that provides credit support or enhancement to the payment of principal or interest on the Bonds.

"Credit Provider" means the issuer of any Credit Facility and its successor in such capacity and their assigns. To qualify under this Indenture, the Credit Provider providing such Credit Facility shall be either:

(a) an insurer whose municipal bond insurance policies insuring the payment, when due, of the principal of and interest on municipal bond issues results in such issues being rated in

a rating category that is at least as high as the rating assigned to the Bonds by the rating agency or agencies rating the Bonds; or

(b) a bank or trust company which at the time of issuance of such Credit Facility has an outstanding, unsecured, uninsured and unguaranteed debt issue rated in a rating category that is at least as high as the rating assigned to the Bonds by the rating agency or agencies rating the Bonds.

"Default" means an event or condition, the occurrence of which, with the lapse of time or the giving of notice or both, would become an Event of Default hereunder.

"Expenditure Redemption Price" means at par plus: (i) a Qualified Entity's allocable portion of the original offering price of the Corresponding Redemption Amount; (ii) accrued and unpaid interest on the Corresponding Redemption Amount to be redeemed to the Redemption Date; and (iii) the Program Fee that would have been due if the Qualified Entity's Qualified Obligations were not redeemed prior to maturity.

"Extraordinary Redemption Event" means any determination or event which results in a reduction or elimination of the Interest Subsidy Payment which would otherwise be due to a Qualified Entity.

"Event of Default" means any occurrence of an event specified in Section 10.01 hereof.

"Fiscal Year" means the twelve-month period from July 1 through the following June 30.

"Funds" means the funds created pursuant to Article VI hereof.

"General Account" means the account by that name created by Section 6.02 hereof.

"General Fund" means the fund by that name created by Section 6.02 hereof.

"General Obligation Bond" means a Taxable General Obligation Bond (Qualified School Construction Bond – Direct Payment) issued by a School Corporation.

"Government Obligations" means: (1) direct obligations of the United States of America; (2) obligations guaranteed as to principal and interest by the United States of America or any federal agency whose obligations are backed by the full faith and credit of the United States of America, including, but not limited to: Department of Housing and Urban Development, Export-Import Bank, Farmers Home Administration, Federal Financing Bank, Federal Housing Administration, General Services Administration, Government National Mortgage Association, Federal Maritime Administration and Small Business Administration; (3) certificates or receipts representing direct ownership of future interest or principal payments on obligations described in clause (1) or in this clause (2) and which are held by a custodian in safekeeping on behalf of the holders of such certificates or receipts; (4) securities evidencing ownership interests in open-end management type investment companies or investment trusts registered under the Investment Company Act of 1940, as amended, whose investments are limited to the obligations described in clauses (1) and (2) and to repurchase agreements fully collateralized by such obligations; and (5) obligations of any state of the United States or any political subdivision thereof, the full

payment of the principal of, premium, if any, and interest on which (A) is unconditionally guaranteed or insured by the United States of America, or (B) is provided for by an irrevocable deposit of the securities described in clause (1) and (2); all to the extent such investments are permitted by law.

"Indenture" means this Trust Indenture, and all supplements and amendments hereto entered into pursuant to Article XII hereof.

"Interest Payment Date" means any date on which interest is payable on the Bonds.

"Interest Subsidy Payments" means the cash subsidies payable by the Treasury to a Qualified Entity prior to each interest payment date of such Qualified Entity's Qualified Obligation pursuant to Sections 54A, 54F and Section 6431 of the Code equal to the lessor of: (i) 100% of the interest payable on a Qualified Entity's Qualified Obligation; or (ii) the amount of the applicable tax credit rate determined under Section 54A(b)(3) of the Code.

"Investment Earnings" means earnings and profits (after consideration of any accrued interest paid and/or amortization of premium or discount on the investment) on the moneys in the Funds and Accounts established under the Indenture.

"Investment Securities" means any of the following to the extent such investments are permitted by law:

- (a) Government Obligations;
- (b) certificates of deposit fully and promptly secured at all times by Government Obligations; provided, that such certificates are with commercial banks, savings and loan associations, mutual savings banks or credit unions, including the Trustee;
- (c) certificates of deposit, savings accounts, deposit accounts or depository receipts of commercial banks, savings and loan associations, mutual savings banks or credit unions, including the Trustee, which are fully insured by the Federal Deposit Insurance Corporation or the National Credit Union Administration;
- (d) repurchase agreements with any bank or trust company organized under the laws of any state of the United States of America or any banking association, including the Trustee, or government bond dealer reporting to, trading with, and recognized as a primary dealer by the Federal Reserve Bank of New York; provided, that each repurchase agreement is secured by Government Obligations having at all times a market value not less than 102% of the principal amount of such repurchase agreement; and
- (e) shares of mutual funds or money market funds that invest only in Government Obligations.

"Lease Bond" means a Taxable Ad Valorem Property Tax First Mortgage Bond (Qualified School Construction Bonds – Direct Payment) issued by a Building Corporation and secured by a lease agreement with a School Corporation.

"Make-Whole Redemption Price" shall mean the greater of: (i) 100% of the principal amount of the Bonds to be redeemed or, (ii) the sum of the present value of the remaining scheduled payments of principal to the maturity date of the Corresponding Redemption Amount of Bonds to be redeemed, not including any portion of those payments of interest accrued and unpaid as of the date on which such Corresponding Redemption Amount is to be redeemed, discounted to the date on which such Corresponding Redemption Amount is to be redeemed on a semiannual basis, assuming a 360-day year consisting of twelve 30-day months, at the Treasury Rate plus twenty-five basis points (.25%), plus, in each case, (a) accrued and unpaid interest on the Corresponding Redemption Amount to be redeemed to the Redemption Date; and (b) the Program Fee that would have been due if the Qualified Entity's Qualified Obligations were not redeemed prior to maturity, which Make-Whole Redemption Price shall be calculated by or on behalf of the Bond Bank and provided in writing to the Trustee.

"Notice Address" means, with respect to a Qualified Entity, the Qualified Entity's address given in connection with the sale of its Qualified Obligations to the Bond Bank, and, with respect to the Bond Bank and the Trustee:

Bond Bank: Indiana Bond Bank  
Attention: Executive Director  
10 West Market Street, Suite 2980  
Indianapolis, IN 46204

Trustee: The Bank of New York Mellon Trust Company, N.A.,  
Attention: Corporate Trust Office  
300 North Meridian, Suite 910  
Indianapolis, IN 46204

"Opinion of Bond Counsel" means an Opinion of Counsel by a nationally recognized firm experienced in matters relating to the tax exemption for interest payable on obligations of states and their instrumentalities and political subdivisions under federal law and which is acceptable to the Bond Bank and the Trustee.

"Opinion of Counsel" means a written opinion of Counsel addressed to the Trustee, for the benefit of the owners of the Bonds, who may (except as otherwise expressly provided in this Indenture) be Counsel to the Bond Bank or Counsel to the owners of the Bonds and who is acceptable to the Trustee.

"Outstanding" or "Bonds Outstanding" means all Bonds which have been authenticated and delivered by the Trustee under this Indenture, including Bonds held by the Bond Bank, except:

- (a) Bonds canceled after purchase in the open market or because of payment at or redemption prior to maturity;
- (b) Bonds deemed paid under Article IX hereof; and
- (c) Bonds in lieu of which other Bonds have been authenticated under Sections 3.04, 3.05 or 3.10 hereof.

"Paying Agent" shall mean the Trustee or any bank, banks, trust company or trust companies (singular or plural) other than the Trustee named as successor paying agent at which the principal of the bonds is payable.

"Principal Payment Date" means the maturity date or the mandatory sinking fund redemption date of any Bond.

"Program" means the program for purchasing Qualified Obligations by the Bond Bank pursuant to the Act.

"Program Fee" means the fees and expenses properly allocable to the Program, which Program Fee shall be in the annual amount of \$400 and paid by each Qualified Entity in semi-annual installments on June 30 and December 31 of each year until maturity of such Qualified Entity's Qualified Obligation, whether or not such Qualified Entity's Qualified Obligation, or portion thereof, is called for redemption prior to maturity, or upon such redemption, the accumulated fee due through maturity will become due and payable on the date of redemption.

"Purchase Agreement" means a Qualified Entity Purchase Agreement between the Bond Bank and a Qualified Entity, pursuant to which one or more Qualified Obligations are sold to the Bond Bank.

"Qualified Entity" means an entity defined in IC 5-1.5-1-8, as amended from time to time and includes both School Corporations and Building Corporations.

"Qualified Obligation" means a Security (as that term is defined in the Act) which has been acquired by the Bond Bank pursuant to this Indenture and is either: (a) a General Obligation Bond of the Qualified Entity that is a Qualified School Construction Bond; or (b) a Lease Bond of a Building Corporation secured by a lease with a School Corporation that is a Qualified School Construction Bond.

"Qualified Obligation Interest Payment" means that portion of a Qualified Obligation Payment which represents the interest due or to become due on a Qualified Obligation held by the Trustee pursuant to this Indenture.

"Qualified Obligation Payment" means the amounts paid or required to be paid, from time to time, for the principal of and interest on a Qualified Obligation held by the Trustee pursuant to this Indenture.

"Qualified Obligation Principal Payment" means that portion of a Qualified Obligation Payment which represents the principal due or to become due on a Qualified Obligation held by the Trustee pursuant to this Indenture.

"Qualified School Construction Bond" means a "Qualified School Construction Bond" as defined in Section 54F of the Code.

"Record Date" means, with respect to any Interest Payment Date, the last day of the month next preceding such Interest Payment Date.

"Redemption Account" means the account by that name created by Section 6.02 hereof.

"Redemption Date" means the date on which all or a portion of the Bonds are called for redemption, as provided in Article IV hereof.

"Redemption Price" means, with respect to any Bond, the principal amount thereof, plus the applicable premium, if any, payable upon redemption prior to maturity.

"Refunding Bonds" means Bonds issued pursuant to Section 2.05 hereof and any Supplemental Indenture.

"Registrar" shall mean the Trustee or any bank, banks, trust company or trust companies (singular or plural) other than the Trustee named as successor registrar at which the principal of the bonds is payable.

"Revenues" means the Funds and Accounts and all income, revenues and profits of the Funds and Accounts referred to in the granting clauses hereof including, without limitation, all Qualified Obligation Payments.

"S&P" means Standard & Poor's Ratings Services, a division of The McGraw-Hill Companies, or any successor thereto.

"School Corporation" means (a) a school corporation which received an Allocation to issue a Qualified School Construction Bond; and (b) a Qualified Entity under the Act.

"Series 2010 Bonds" means the \$57,020,000 Indiana Bond Bank Taxable School Program Bonds, Series 2010 (QSCB Program), issued pursuant to Section 2.02 of this Indenture.

"Series of Bonds" or "Bonds of a Series" or "Series" or words of similar meaning means any Series of Bonds authorized by this Indenture or by a Supplemental Indenture.

"Sinking Fund" means the fund by that name created by Section 6.02 hereof.

"Sinking Fund Yield" means the yield established by the Bureau of Public Debt on the date on which the Qualified Entities sign written binding contracts to sell their Qualified Obligations to the Bond Bank. With regard to all of the Qualified Obligations, such contracts were signed on November 18, 2010, and the Sinking Fund Yield was 3.86%.

"State" means the State of Indiana.

"Supplemental Indenture" means an indenture supplemental to or amendatory of this Indenture, executed by the Bond Bank and the Trustee in accordance with Article XII hereof.

"Treasury Rate" means, as of any Redemption Date, the yield to maturity as of such Redemption Date of the United States Treasury Securities a constant maturity (as compiled and published in the most recent Federal Reserve Statistical Release H. 15 (519) that has become publicly available at least two business days prior to such Redemption Date (excluding inflation indexed securities) (or, if such Statistical Release is no longer published, any publicly available

source of similar market data)) most nearly likely to the period from the Redemption Date to the maturity date of the Corresponding Redemption Amount to be redeemed; provided, however, that if the period from the Redemption Date to maturity date is less than one year, the weekly average yield on actually traded United States Treasury Securities adjusted to a constant maturity of one year will be used.

"Trustee" means The Bank of New York Mellon Trust Company, N.A., a national banking association organized under the laws of the United States of America with its principal corporate trust office located in Indianapolis, Indiana, or any successor thereto hereunder.

"Trust Estate" means the property, rights and amounts pledged and assigned to the Trustee pursuant to the granting clause hereof.

"Underwriter" means City Securities Corporation, as representative of itself and Morgan Keegan & Company, Inc.



December 9, 2010

Indiana Bond Bank  
Indianapolis, Indiana

City Securities Corporation, as representative of the Underwriters  
Indianapolis, Indiana

Re: Indiana Bond Bank Taxable School Program Bonds, Series 2010  
(QSCB Program) ("Bonds")  
Total Issue: \$57,020,000

Ladies and Gentlemen:

We have acted as bond counsel in connection with the issuance by the Indiana Bond Bank ("Bond Bank") of its Bonds, dated December 9, 2010, in the aggregate principal amount of \$57,020,000 pursuant to a Trust Indenture, dated as of December 1, 2010 ("Indenture"), between the Bond Bank and The Bank of New York Mellon Trust Company, N.A., as Trustee, Registrar and Paying Agent. We have examined the law and the certified transcript of proceedings of the Bond Bank relative to the authorization, issuance and sale of the Bonds and such other papers as we deem necessary to render this opinion. As to questions of fact material to our opinion, we have relied upon the certified transcript of proceedings and other certificates of public officials and we have not undertaken to verify any facts by independent investigation.

Based upon our examination, we are of the opinion, as of the date hereof, as follows:

1. The Bonds are valid and binding limited obligations of the Bond Bank enforceable in accordance with their respective terms and are payable from and secured only by the Trust Estate (as defined in the Indenture).
2. The Indenture is a valid and binding agreement of the Bond Bank, enforceable in accordance with its terms. The Indenture creates the valid pledge which it purports to create of the Trust Estate, subject to application to the purposes and on the conditions permitted by the Indenture.
3. Under status, decisions, regulations and rulings existing on this date, interest on the Bonds, is exempt from income taxation in the State of Indiana (the "State").

We expressly state no opinion herein with respect to the proper federal tax treatment of any payments made with respect to the Bonds. Purchasers of the Bonds should consult their own tax advisors as to the tax treatment which may be anticipated to result from the purchase,

Indiana Bond Bank  
City Securities Corporation  
December 9, 2010  
Page 2

ownership and disposition of the Bonds or the receipt of payments on the Bonds before determining whether to purchase the Bonds.

It is to be understood that the rights of the registered owners of the Bonds and the enforceability of the Bonds may be subject to (i) bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted and that their enforcement may be subject to the exercise of judicial discretion in accordance with general principles of law and equity; and (ii) the valid exercise of the constitutional powers of the State and the United States of America. We express no opinion with regard to particular remedies available to registered owners of the Bonds.

This opinion is intended to comply with the United States Treasury Department Circular 230, revised and effective as of June 21, 2005. Investors are urged to obtain independent tax advice regarding the Bonds based upon their particular circumstances. This opinion was written to support the promotion or marketing of the Bonds. This opinion was not intended or written to be used, and cannot be used, to avoid federal tax penalties.

We express no opinion with respect to the laws of any jurisdiction other than the federal laws of the United States of America and the State. The opinion expressed above is based upon such laws as are in effect on the date hereof and we expressly disclaim any undertaking to advise you of any subsequent changes therein.

We have not been engaged or undertaken to review the accuracy, completeness or sufficiency of any offering material relating to the Bonds, and we express no opinion relating thereto.

This opinion is being furnished to you for your sole use only in connection with this transaction, and no other party is entitled to rely on it without our written consent. The opinion expressed above expresses the professional judgment of the attorneys participating in the transaction as to the legal issues addressed herein. By rendering such opinion, the undersigned does not become an insurer or guarantor of that expression of professional judgment or of the transaction opined upon. Nor does the rendering of this opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

Very truly yours,

**APPENDIX D**

<u>School or Building Corporation</u>	<u>County or Counties (1)</u>	<u>Estimated Circuit Breaker Credits (2)</u>	
		<u>2011</u>	<u>2012</u>
Barr Reeve Community School Building Corporation	Daviess	\$ 4,095	\$ 2,872
Brownsburg Community School Corporation	Hendricks	2,709,517	2,537,278
Central Noble School Building Corporation	Noble	20,720	20,094
Clinton Central 2009 School Building Corporation	Clinton	1,514	688
Culver Community Schools Corporation	Marshall, Fulton, Pulaski, and Starke	689	786
DeKalb County Central United School Corporation	DeKalb	167,426	165,469
Fairfield Community Schools	Elkhart	41,107	36,246
Goshen Community Schools	Elkhart	2,026,742	1,969,353
Knox Middle School Building Corporation	Starke	126,872	120,742
Lanesville Community School Building Corporation	Harrison	1,162	1,254
Logansport Renovation School Building Corporation	Cass	2,013,096	1,953,755
Mississinewa Middle School Building Corporation	Grant	112,637	93,478
Mooresville School Building Corporation	Morgan	10,553	10,534
Metropolitan School District of New Durham Township School Building Corporation	LaPorte	24,819	20,989
The Mount Pleasant Township Community School Building Corporation, Inc.	Delaware	905,051	832,925
North Lawrence Community Schools Building Corporation	Lawrence	1,061,180	1,009,420
North Montgomery Community School Corporation	Montgomery	52,422	49,155
North Putnam Middle School Building Corporation	Putnam	2,544	2,533
Northeast Dearborn School Building Corporation	Dearborn and Ripley	27,613	24,489
Northern Wells Community School Building Corporation	Wells	5,879	4,921
Northwestern School Building Corporation	Howard	6,218	6,230
Plymouth Multischool Building Corporation	Marshall	193,872	189,913
South Knox School Corporation	Knox	1,167	997
Spencer-Owen Facility Improvement Corporation	Owen	127,609	107,380
Taylor Community School Building Corporation	Howard	263,042	222,610
Wa-Nee Community Schools	Elkhart and Kosciusko	605,237	574,662
Warsaw Community Schools	Kosciusko	378,882	357,879
Wheeler-Union Township School Building Corporation	Porter	931	1,083

(1) Represents the County or Counties in which the School Corporation is located.

(2) Per the October 21, 2010 Report provided by Legislative Services Agency.

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**QUALIFIED ENTITY  
PURCHASE AGREEMENT  
(GENERAL OBLIGATION BONDS)**

THIS QUALIFIED ENTITY PURCHASE AGREEMENT, dated the \_\_\_\_\_ day of \_\_\_\_\_, 2010 ("Purchase Agreement"), between the Indiana Bond Bank, a public body corporate and politic ("Bond Bank"), created pursuant to the provisions of Indiana Code 5-1.5-1 et seq. ("Act"), having its principal place of business in the City of Indianapolis, Indiana, and the \_\_\_\_\_ School Corporation, a municipal corporation organized and existing under the laws of the State of Indiana (the "Qualified Entity") as Issuer of the Qualified Obligations (as hereinafter defined).

**WITNESSETH:**

WHEREAS, the Bond Bank has adopted a resolution authorizing, pursuant to a Trust Indenture dated as of December 1, 2010 ("Bond Bank Indenture") between the Bond Bank and The Bank of New York Mellon Trust Company, N.A., as trustee (the "IBB Trustee") the issuance of its bonds designated "Indiana Bond Bank Taxable School Program Bonds, Series 2010 (QSCB Program)" (the "Bonds"); and

WHEREAS, pursuant to the Act, the Bond Bank is authorized to purchase "securities" (as defined in the Act, the "Securities") issued by "Qualified Entities" (as defined in the Act); and

WHEREAS, the Qualified Entity has adopted a bond resolution (the "Resolution") duly authorizing the issuance of its bonds designated "\_\_\_\_\_ School Corporation Taxable General Obligation Bonds of 2010 (Qualified School Construction Bonds – Direct Payment)" in the original aggregate principal amount of \$\_\_\_\_\_ ("Qualified Obligations"), and the Qualified Obligations are Securities to be purchased by the Bond Bank from proceeds of the Bonds in accordance with this Purchase Agreement; and

WHEREAS, the American Recovery and Reinvestment Act of 2009 (the "ARRA") authorizes the issuance of Qualified School Construction Bonds (the "QSCB's"), in accordance with Sections 54A and 54F of the Internal Revenue Code of 1986, as amended (the "Code"), and \$\_\_\_\_\_ of Indiana's allocation has been awarded to the Qualified Entity by the Indiana Department of Education pursuant to the authority granted by Section 54F and by the Indiana Finance Authority (the "Allocation") to provide for the financing of (a) the construction, rehabilitation or repair of public school facilities; (b) the acquisition of land on which such facilities shall be constructed with part of the proceeds of such issue; and (c) equipment related to the project to be constructed or rehabilitated with the proceeds of such issue, which are qualified purposes so defined in Section 54F(a) of the Code; and

WHEREAS, pursuant to Section 301 of H.R. 2847, Hiring Incentives to Restore Employment (HIRE) Act, an issuer of QSCB's may elect to receive interest subsidy payments payable by the United States Treasury prior to each interest payment date as provided by Section 6431 of the Code, equal to the lesser of (i) 100% of the interest payable on the QSCB's on such date, or (ii) the amount of interest which would have been payable under such QSCB on such

date if such interest rates were determined at the applicable tax credit rate determined under Section 54A(b)(3) of the Code (the "Interest Subsidy Payments"); and

WHEREAS, the Qualified Entity has now determined that it is in its best interest to sell the Qualified Obligations to the Bond Bank; and

NOW, THEREFORE, THE BOND BANK AND THE QUALIFIED ENTITY AGREE:

1. The Bond Bank hereby agrees to purchase the Qualified Obligations and the Qualified Entity hereby agrees to sell to the Bond Bank the Qualified Obligations concurrently with the issuance by the Bond Bank of its Bonds in the principal amount of \$ \_\_\_\_\_, for the Qualified Obligations at a price as shown on Exhibit A attached hereto. No accrued interest will be paid. The Qualified Obligations shall mature and bear interest and be subject to the terms as set forth on the attached Exhibit A. Except as hereinafter set forth in this Purchase Agreement, the other terms of the Qualified Obligations are set forth in the Resolution, a true and correct copy of which is incorporated herein by reference. The Treasurer of the Qualified Entity shall serve as registrar and paying agent for the Qualified Obligations.

2. The Qualified Entity has taken, or will take prior to the delivery of the Qualified Obligations to the Bond Bank, all proceedings required by law to enable it to issue its Qualified Obligations to be purchased by the Bond Bank. The Qualified Entity agrees to maintain its status as a qualified entity under IC 5-1.5-1-8 as in effect on the issue date of the Bonds.

3. Simultaneously with the delivery to the Bond Bank of the Qualified Obligations, which Qualified Obligations shall be substantially in the form set forth in the Resolution and registered in the name of the Bond Bank, the Qualified Entity shall furnish to the Bond Bank a transcript of proceedings and the opinion of \_\_\_\_\_, as bond counsel ("Bond Counsel"), as to, among other things; the validity of the Qualified Obligations.

4. The Qualified Entity covenants and agrees to supply the Bond Bank with all correspondence from the Internal Revenue Service regarding the Qualified Obligations.

5. The Qualified Entity covenants and agrees that the proceeds of the Qualified Obligations shall only be spent for the construction, rehabilitation, repair or equipping of public school facilities, or the acquisition of land on which such facilities are to be constructed, or equipment related to the project to be constructed or rehabilitated with the proceeds, which are qualified purposes as further defined in Section 54F(a) of the Code.

6. The Qualified Entity covenants and agrees to comply with the Davis-Bacon Act's applicable requirement(s), including that workers employed on projects funded by Qualified Obligations be paid wages at rates not less than those prevailing on similar work in the locality as determined in accordance with such act.

7. The Qualified Entity covenants and agrees that the "available project proceeds" (as defined in Section 54A(a)(4) of the Code) of the Qualified Obligations and any investment earnings thereon, will be spent within three (3) years from the date of delivery of the Qualified Obligations. Further, within six (6) months of the date of delivery of the Qualified Obligations,

the Qualified Entity covenants and agrees to enter into contract(s) for use of the available project proceeds equal to ten percent (10%) of the proceeds. The Qualified Entity agrees to send a notice to the Bond Bank on the second anniversary of the issuance of the Qualified Obligations if available project proceeds remain unspent. The Qualified Entity also agrees to provide to the Bond Bank a certificate no later than 30 days after the date which is three (3) years from the date of delivery of the Qualified Obligations showing that all of the proceeds of the Qualified Obligations, including investment earnings thereon, have been spent by the three year anniversary. To the extent proceeds will remain at the end of the three-year period, the Qualified Entity agrees to work with the Bond Bank to request an extension of such three-year period, if reasonable, from the Internal Revenue Service.

8. The Qualified Entity also covenants to spend no more than two percent of the principal amount of the Qualified Obligations on costs of issuance as restricted in Section 54A of the Code.

9. The Qualified Entity hereby agrees to enter into a calculation agency agreement (the "Calculation Agreement") with The Bank of New York Mellon Trust Company, N.A., as calculation agent (the "Calculation Agent"). The Interest Subsidy Payments relating to the Qualified Entity's Qualified Obligation shall be received by the Calculation Agent, which Calculation Agent shall deposit certain Interest Subsidy Payments, as further described in the Calculation Agreement, into the General Fund held under the Bond Bank Indenture. Unless the Qualified Entity elects to directly receive the Interest Subsidy Payment in accordance with Section 4(ii) of the Calculation Agreement. Unless the Qualified Entity elects otherwise, the Interest Subsidy Payment received by the Calculation Agent and deposited into the General Fund will be credited toward the interest otherwise due on the Qualified Obligations to the Bond Bank.

10. The Qualified Entity and the Bond Bank agree that the Qualified Obligations and the payments to be made thereon may be pledged or assigned by the Bond Bank under and pursuant to the Resolution.

11. The Qualified Entity and the Bond Bank agree that any payments to be made by the Qualified Entity to the Bond Bank pursuant to the Qualified Obligations, including any fee, constitutes "debt service obligations" under Indiana Code 20-48-1-11.

12. The Qualified Entity agrees that pursuant to Indiana Code 5-1.5-8-3, the Qualified Entity is authorized and empowered to pay fees and charges required to be paid to the Bond Bank for its services.

13. **[The Qualified Entity and the School Corporation agree to pay a Program Fee in the amount of \$375.00 on June 30 and December 31 of each year through maturity of the Qualified Obligations. In the event that the Qualified Obligations or portion thereof are called for redemption prior to maturity, the aggregate amount of the Program Fee, which would otherwise have been payable on each June 30 and December 31 through maturity of the Qualified Obligations, shall become immediately due and payable on the date of redemption.]**

14. The Qualified Entity agrees to furnish to the Bond Bank as long as any of the Qualified Obligations remain outstanding annual financial reports, audit reports and such other financial information as is reasonably requested by the Bond Bank.

15. The Bond Bank covenants and agrees not to sell the Qualified Obligations.

16. If the Bond Bank and its underwriters do not deliver the Bonds and receive payment therefor on or before \_\_\_\_\_, 2010, the Qualified Entity may rescind this Purchase Agreement by giving written notice of such rescission to the Executive Director of the Bond Bank. The Bond Bank is obligated to purchase the Qualified Obligations solely from the proceeds of the Bonds.

17. If the Qualified Entity fails to sell all the Qualified Obligations to the Bond Bank in accordance with paragraph 1 herein for any reason within the Qualified Entity's control, the Qualified Entity shall on demand and to the extent permitted by law, pay to the Bond Bank an amount equal to all costs, expenses (including attorney's fees) and consequential damages occasioned by the failure of the Qualified Entity to sell its Qualified Obligations in accordance with paragraph 1 herein.

18. On or prior to the delivery date of the Bonds, an authorized officer of the Qualified Entity will deliver a certificate to the effect that the statements made in the Official Statement of the Bond Bank pertaining to the Qualified Entity and the Qualified Obligations, as of the date of the Official Statement, did not contain any untrue statement of a material fact omit to state any material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading, and that there has been no material adverse change in financial condition and affairs of the Qualified Entity during the period from the date of the Official Statement to the date of delivery of the Bonds, which was not disclosed in or contemplated by the Official Statement. The portion of the Official Statement summarizing the Qualified Entity and the Qualified Obligations is deemed final by the Qualified Entity for the purposes of Rule 15c2-12 of the Securities and Exchange Commission, as of this date.

19. This Purchase Agreement may be executed in one or more counterparts, any of which shall be regarded for all purposes as an original and all of which constitute but one and the same instrument. The Bond Bank and the Qualified Entity agree that they will execute any and all documents or other instruments, and take such other actions as may be necessary to give effect to the terms of this Purchase Agreement.

20. No waiver by either the Bond Bank or the Qualified Entity of any term or condition of this Purchase Agreement shall be deemed or construed as a waiver of any other terms or conditions, nor shall a waiver of any breach be deemed to constitute a waiver of any subsequent breach, whether of the same or of a different section, subsection, paragraph, clause, phrase or other provision of this Purchase Agreement.

21. In the event the Qualified Entity or any entity on behalf of the Qualified Entity adopts an ordinance or resolution to refund all or a portion of the Qualified Obligations, the Qualified Entity shall within five days of the adoption of the ordinance or resolution, provide notice to the Bond Bank of the refunding; provided, however, the Qualified Entity agrees not to



issue any obligations or allow any obligations to be issued for or on behalf of the Qualified Entity, the proceeds of which will be used in whole or in part to refund all or any portion of the Qualified Obligations unless (i) the Qualified Entity provides the Bond Bank with a Cash Flow Certificate (as defined in the Indenture) which shows that such refunding will not have an adverse effect on the Bond Bank's ability to pay debt service on the Bonds, (ii) the Qualified Entity reimburses the Bond Bank for the portion of interest and/or principal paid on the Bond Bank Bonds prior to the receipt of payment by the Qualified Entity on such Qualified Obligations, and (iii) the Qualified Entity complies with the redemption provisions as described on Exhibit A attached hereto.

22. If any provision of this Purchase Agreement shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such provision shall not affect any of the remaining provisions of this Purchase Agreement and this Purchase Agreement shall be construed and be in force as if such invalid or unenforceable provision had not been contained herein.

23. This Purchase Agreement merges and supersedes all prior negotiations, representations, and agreements between the Bank Bond and the Qualified Entity relating to the subject matter hereof and constitutes the entire agreement between the Bond Bank and the Qualified Entity in respect hereof.

IN WITNESS WHEREOF, we have hereunto set our hands as of the day and year first above written.

INDIANA BOND BANK

By: \_\_\_\_\_  
Richard E. Mourdock, Chairman

ATTEST:

\_\_\_\_\_  
Lisa Cottingham, Executive Director

[Signature Page to ABC School Corporation QEPA]

**[SCHOOL CORPORATION]**

By: \_\_\_\_\_  
President, Board of School Trustees

\_\_\_\_\_  
Secretary, Board of School Trustees

**EXHIBIT A**

\_\_\_\_\_ School Corporation  
Taxable General Obligation Bonds of 2010  
(Qualified School Construction Bonds – Direct Payment)

Principal Amount: \$ \_\_\_\_\_

Original Date: \_\_\_\_\_, 2010

Interest Payable: January 1 and July 1, commencing July 1, 2011

Date and Maturity Amount: Qualified Obligations mature on the dates, in the amounts and bear interest as follows:

<u>Date</u>	<u>Amount</u>	<u>Rate</u>
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Redemption:

**EXHIBIT B**

**[If Bullet Payment]**

To: Executive Director  
Indiana Bond Bank

Re: \_\_\_\_\_ School Corporation Taxable General Obligation Bonds  
of 2010 (Qualified School Construction Bonds – Direct Payment)

The undersigned, \_\_\_\_\_, as \_\_\_\_\_ of the  
\_\_\_\_\_ School Corporation, hereby certifies that all mandatory sinking fund  
payments on the Qualified Obligations have been made and deposited into a separate account  
pursuant to the Qualified Entity Purchase Agreement dated \_\_\_\_\_, 2010 and as shown  
on the statements enclosed.

\_\_\_\_\_ SCHOOL CORPORATION

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

Name: \_\_\_\_\_

Title: \_\_\_\_\_

**QUALIFIED ENTITY  
PURCHASE AGREEMENT  
(FIRST MORTGAGE BONDS)**

THIS QUALIFIED ENTITY PURCHASE AGREEMENT, dated the \_\_\_ day of \_\_\_\_\_, 2010 ("Purchase Agreement"), among the Indiana Bond Bank, a public body corporate and politic ("Bond Bank"), created pursuant to the provisions of Indiana Code 5-1.5-1 et seq. ("Act"), having its principal place of business in the City of Indianapolis, Indiana, the \_\_\_\_\_ School Building Corporation, a corporation organized and existing under the laws of the State of Indiana (the "Qualified Entity"), as issuer of the Qualified Obligations (as hereinafter defined) and the \_\_\_\_\_ School Corporation (the "School Corporation"), as lessee under a Lease (as hereinafter defined).

**WITNESSETH:**

WHEREAS, the Bond Bank has adopted a resolution authorizing, pursuant to a Trust Indenture dated as of December 1, 2010 ("Bond Bank Indenture") between the Bond Bank and The Bank of New York Mellon Trust Company, N.A., as trustee (the "IBB Trustee"), the issuance of its bonds designated "Indiana Bond Bank Taxable School Program Bonds, Series 2010 (QSCB Program)" (the "Bonds"); and

WHEREAS, pursuant to the Act, the Bond Bank is authorized to purchase "securities" (as defined in the Act, the "Securities") issued by "Qualified Entities" (as defined in the Act); and

WHEREAS, the Qualified Entity has adopted a resolution authorizing the issuance of its bonds designated "\_\_\_\_\_ School Building Corporation Taxable Ad Valorem Property Tax First Mortgage Bonds, Series 2010 (Qualified School Construction Bonds – Direct Payment)" in the original aggregate principal amount of \$\_\_\_\_\_ ("Qualified Obligations") pursuant to a Trust Indenture dated as of \_\_\_\_\_ 1, 2010 (the "QE Indenture"), between the Qualified Entity and \_\_\_\_\_, as trustee (the "QE Trustee") and the Qualified Obligations are Securities to be purchased by the Bond Bank from proceeds of the Bonds in accordance with this Purchase Agreement; and

WHEREAS, pursuant to a Lease Agreement dated as of \_\_\_\_\_, as amended by an Amendment to Lease dated as of \_\_\_\_\_ (collectively, the "Lease"), between the Qualified Entity, as lessor, and the School Corporation, as lessee, the School Corporation is required to pay lease rentals when due, which rentals will be used to pay the principal and interest due on the Qualified Obligations; and

WHEREAS, the American Recovery and Reinvestment Act of 2009 (the "ARRA") authorizes the issuance of Qualified School Construction Bonds (the "QSCB's"), in accordance with Sections 54A and 54F of the Internal Revenue Code of 1986, as amended (the "Code"), and \$\_\_\_\_\_ of Indiana's allocation has been awarded to the School Corporation by the Indiana Department of Education pursuant to the authority granted by Section 54F and by the Indiana Finance Authority (the "Allocation") to provide for the financing of (a) the construction, rehabilitation or repair of public school facilities; (b) the acquisition of land on which such facilities shall be constructed with part of the proceeds of such issue; and (c) equipment related

to the project to be constructed or rehabilitated with the proceeds of such issue, which are qualified purposes so defined in Section 54F(a) of the Code; and

WHEREAS, pursuant to Section 301 of H.R. 2847, Hiring Incentives to Restore Employment (HIRE) Act allows an issuer of QSCB's may elect to receive interest subsidy payments payable by the United States Treasury prior to each interest payment date as provided by Section 6431 of the Code, equal to the lesser of (i) 100% of the interest payable on the QSCB's on such date, or (ii) the amount of interest which would have been payable under such QSCB on such date if such interest rates were determined at the applicable tax credit rate determined under Section 54A(b)(3) of the Code (the "Interest Subsidy Payments"); and

WHEREAS, the Qualified Entity and the School Corporation have determined that it is in their best interest to sell the Qualified Obligations to the Bond Bank; and

WHEREAS, the School Corporation has approved the Qualified Entity as a 63-20 Corporation and authorized it to issue the Qualified Obligations on behalf of the School Corporation.

NOW, THEREFORE, THE BOND BANK, THE QUALIFIED ENTITY AND THE SCHOOL CORPORATION AGREE:

1. The Bond Bank hereby agrees to purchase the Qualified Obligations and the Qualified Entity hereby agrees to sell to the Bond Bank the Qualified Obligations concurrently with the issuance by the Bond Bank of its Bonds in the principal amount of \$\_\_\_\_\_, for the Qualified Obligations at a price as shown on Exhibit A attached hereto. No accrued interest will be paid. The Qualified Obligations shall mature and bear interest and be subject to the terms as set forth on the attached Exhibit A. Except as hereinafter set forth in this Purchase Agreement, the other terms of the Qualified Obligations are set forth in the QE Indenture, a true and correct copy of which is incorporated herein by reference. The QE Trustee shall serve as registrar and paying agent for the Qualified Obligations.

2. The Qualified Entity has taken, or will take prior to the delivery of the Qualified Obligations to the Bond Bank, all proceedings required by law to enable it to issue its Qualified Obligations to be purchased by the Bond Bank. The Qualified Entity agrees to maintain its status as a qualified entity under IC 5-1.5-1-8 as in effect on the issue date of the Bonds.

3. Simultaneously with the delivery to the Bond Bank of the Qualified Obligations, which Qualified Obligations shall be substantially in the form set forth in the QE Indenture and registered in the name of the Bond Bank, the Qualified Entity shall furnish to the Bond Bank a transcript of proceedings and the opinion of \_\_\_\_\_, bond counsel ("Bond Counsel"), as to, among other things, the validity of the Qualified Obligations and the Lease.

4. The Qualified Entity and the School Corporation covenant and agree to supply the Bond Bank with all correspondence from the Internal Revenue Service regarding the Qualified Obligations.

5. The Qualified Entity and the School Corporation covenant and agree that the proceeds of the Qualified Obligations shall only be spent for the construction, rehabilitation, repair or equipping of public school facilities, or the acquisition of land on which such facilities are to be constructed, or equipment related to the project to be constructed or rehabilitated with the proceeds, which are qualified purposes as further defined in Section 54F(a) of the Code.

6. The Qualified Entity and the School Corporation covenant and agree to comply with the Davis-Bacon Act's applicable requirement(s), including that workers employed on projects funded by Qualified Obligation proceeds be paid wages at rates not less than those prevailing on similar work in the locality as determined in accordance with such act.

7. The Qualified Entity and the School Corporation covenant and agree that the "available project proceeds" (as defined in Section 54A(a)(4) of the Code) of the Qualified Obligations and any investment earnings thereon, will be spent within three (3) years from the date of delivery of the Qualified Obligations. Further, within six (6) months of the date of delivery of the Qualified Obligations, the Qualified Entity covenants and agrees to enter into contract(s) for use of the available project proceeds equal to at least ten percent (10%) of the proceeds. The Qualified Entity agrees that the QE Indenture will contain a provision requiring the Trustee to send a notice to the Bond Bank on the second anniversary of the issuance of the Qualified Obligations if available project proceeds remain unspent. The Qualified Entity agrees to provide to the Bond Bank a certificate no later than 30 days after the date which is three (3) years from the date of delivery of the Qualified Obligations showing that all of the proceeds of the Qualified Obligations, including investment earnings thereon, have been spent by the three year anniversary. To the extent proceeds will remain at the end of the three year period, the Qualified Entity and the School Corporation agree to work with the Bond Bank to request an extension of such three-year period, if reasonable, from the Internal Revenue Service.

8. The Qualified Entity and the School Corporation also covenant to spend no more than two percent of the principal amount of the Qualified Obligations on costs of issuance as restricted in Section 54A of the Code.

9. The Qualified Entity hereby agrees to enter into a calculation agency agreement (the "Calculation Agreement") with The Bank of New York Mellon Trust Company, N.A., as calculation agent (the "Calculation Agent"). The Interest Subsidy Payments relating to each Qualified Entity's Qualified Obligation shall be received by the Calculation Agent, which Calculation Agent shall deposit certain Interest Subsidy Payments, as further described in the Calculation Agreement into the General Fund held under the Bond Bank Indenture unless the Qualified Entity elects to directly receive the Interest Subsidy Payment in accordance with Section 4(ii) of the Calculation Agreement. Unless the Qualified Entity elects otherwise, the Interest Subsidy Payment received by the Calculation Agent and deposited into the General Fund will be credited toward the interest otherwise due on the Qualified Obligation to the Bond Bank.

10. The Qualified Entity and the Bond Bank agree that the Qualified Obligations and the payments to be made thereon may be pledged or assigned by the Bond Bank under and pursuant to the Bond Bank Indenture.



11. The School Corporation, the Qualified Entity and the Bond Bank agree that any payments to be made by the School Corporation to the Qualified Entity under the Lease, and by the Qualified Entity to the Bond Bank pursuant to the Qualified Obligations, including any fee, constitute "debt service obligations" under Indiana Code 20-48-1-11.

12. The Qualified Entity agrees that pursuant to Indiana Code 5-1.5-8-3, the Qualified Entity is authorized and empowered to pay fees and charges required to be paid to the Bond Bank for its services.

**13. [The Qualified Entity and the School Corporation agree to pay a Program Fee in the amount of \$375.00 on June 30 and December 31 of each year through maturity of the Qualified Obligations. In the event that the Qualified Obligations or portion thereof are called for redemption prior to maturity, the aggregate amount of the Program Fee, which would otherwise have been payable on each June 30 and December 31 through maturity of the Qualified Obligations, shall become immediately due and payable on the date of redemption.]**

14. The School Corporation agrees to furnish to the Bond Bank as long as any of the Qualified Obligations remain outstanding annual financial reports, audit reports and such other financial information as is reasonably requested by the Bond Bank.

15. The Bond Bank covenants and agrees not to sell the Qualified Obligations.

16. If the Bond Bank and its underwriters do not deliver the Bonds and receive payment therefor on or before \_\_\_\_\_, 2010, the Qualified Entity may rescind this Purchase Agreement by giving written notice of such rescission to the Executive Director of the Bond Bank. The Bond Bank is obligated to purchase the Qualified Obligations solely from the proceeds of the Bonds.

17. If the Qualified Entity fails to sell all the Qualified Obligations to the Bond Bank in accordance with paragraph 1 herein for any reason within the Qualified Entity's control, the Qualified Entity shall on demand and to the extent permitted by law, pay to the Bond Bank an amount equal to all costs, expenses (including attorney's fees) and consequential damages occasioned by the failure of the Qualified Entity to sell its Qualified Obligations in accordance with paragraph 1 herein.

18. On or prior to the delivery date of the Bonds, an authorized officer of the Qualified Entity will deliver a certificate to the effect that the statements made in the Official Statement of the Bond Bank pertaining to the Qualified Entity and the Qualified Obligations, as of the date of the Official Statement, did not contain any untrue statement of a material fact omit to state any material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading, and that there has been no material adverse change in financial condition and affairs of the Qualified Entity during the period from the date of the Official Statement to the date of delivery of the Bonds, which was not disclosed in or contemplated by the Official Statement. The portion of the Official Statement summarizing the Qualified Entity and the Qualified Obligations is deemed final by the Qualified Entity for the purposes of Rule 15c2-12 of the Securities and Exchange Commission, as of this date.

19. This Purchase Agreement may be executed in one or more counterparts, any of which shall be regarded for all purposes as an original and all of which constitute but one and the same instrument. The Bond Bank, the Qualified Entity and the School Corporation agree that they will execute any and all documents or other instruments, and take such other actions as may be necessary to give effect to the terms of this Purchase Agreement.

20. No waiver by either the Bond Bank, the Qualified Entity or the School Corporation of any term or condition of this Purchase Agreement shall be deemed or construed as a waiver of any other terms or conditions, nor shall a waiver of any breach be deemed to constitute a waiver of any subsequent breach, whether of the same or of a different section, subsection, paragraph, clause, phrase or other provision of this Purchase Agreement.

21. In the event the Qualified Entity or any entity on behalf of the Qualified Entity adopts an ordinance or resolution to refund all or a portion of the Qualified Obligations, the Qualified Entity shall within five days of the adoption of the ordinance or resolution, provide notice to the Bond Bank of the refunding; provided, however, the Qualified Entity agrees not to issue any obligations or allow any obligations to be issued for or on behalf of the Qualified Entity, the proceeds of which will be used in whole or in part to refund all or any portion of the Qualified Obligations unless (i) the Qualified Entity provides the Bond Bank with a Cash Flow Certificate (as defined in the Bond Bank Indenture) which shows that such refunding will not have an adverse effect on the Bond Bank's ability to pay debt service on the Bonds, (ii) the Qualified Entity reimburses the Bond Bank for the portion of interest and/or principal paid on the Bond Bank Bonds prior to the receipt of payment by the Qualified Entity on such Qualified Obligations, and (iii) the Qualified Entity complies with the redemption provisions as described on Exhibit A attached hereto.

22. If any provision of this Purchase Agreement shall for any reason be held to be invalid or unenforceable, the invalidity or unenforceability of such provision shall not affect any of the remaining provisions of this Purchase Agreement and this Purchase Agreement shall be construed and be in force as if such invalid or unenforceable provision had not been contained herein.

23. This Purchase Agreement merges and supersedes all prior negotiations, representations, and agreements between the Bank Bond, the Qualified Entity and the School Corporation relating to the subject matter hereof and constitutes the entire agreement between the Bond Bank, the Qualified Entity and the School Corporation in respect hereof.

IN WITNESS WHEREOF, we have hereunto set our hands as of the day and year first above written.

INDIANA BOND BANK

By: \_\_\_\_\_  
Richard E. Mourdock, Chairman

ATTEST:

\_\_\_\_\_  
Lisa Cottingham, Executive Director

[Signature Page to \_\_\_\_\_ School Building Corporation QEPA]

**[SCHOOL BUILDING CORPORATION]**

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

\_\_\_\_\_  
Secretary

**[SCHOOL CORPORATION]**

By: \_\_\_\_\_  
President, Board of School Trustees

\_\_\_\_\_  
Secretary, Board of School Trustees

**EXHIBIT A**

\_\_\_\_\_ School Building Corporation  
Taxable Ad Valorem Property Tax First Mortgage Bonds, Series 2010 (Qualified School  
Construction Bonds – Direct Payment)

Principal Amount: \$ \_\_\_\_\_

Original Date: \_\_\_\_\_, 2010

Interest Payable: January 1 and July 1, commencing July 1, 2011

Date and Maturity Amount: Qualified Obligations mature on the dates, in the amounts and bear  
interest as follows:

<u>Date</u>	<u>Amount</u>	<u>Rate</u>
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Redemption:



