

REQUEST FOR BOARD ACTION
HENDERSON COUNTY
BOARD OF COMMISSIONERS

MEETING DATE: 19 November, 2014

SUBJECT: Document approval relating to Henderson County Hospital Corporation Revenue Bond Financing

PRESENTER: Charles Russell Burrell/Carey McLelland

ATTACHMENTS: Bond Order; Funding Numbers; Summary of Bids

SUMMARY OF REQUEST:

As previously approved by this Board's action on October 15, 2014, the process of negotiation among the County, the Hospital Corporation, bond counsel, counsel for the lender (First Citizens Bank & Trust), UNC Health Care System, and others has been completed. The Bond Order is presented for the Board's consideration and approval.

County staff will be available to present further information on this matter.

BOARD ACTION REQUESTED:

Approval of the Bond Order.

If the Board is so inclined, the following motion is suggested:

I move that the Board approve the Bond Order, and further direct the Chair and staff to execute this document and related documents as required.

EXTRACTS FROM MINUTES OF BOARD OF COMMISSIONERS

The Board of Commissioners (the “Board”) of the County of Henderson, North Carolina (the “County”) held a regular meeting in the County Administration Building, 1 Historic Courthouse Square, Hendersonville, North Carolina on November 19, 2014, at 9:00 a.m. The following Commissioners were:

Present: _____

Absent: _____

The Chairman of the Board introduced the following bond order, the title of which was read and copies of which had been previously distributed to the Board:

BOND ORDER AUTHORIZING THE ISSUANCE AND SALE BY THE COUNTY OF HENDERSON, NORTH CAROLINA OF NOT TO EXCEED \$7,000,000 HOSPITAL REVENUE BONDS (MARGARET R. PARDEE MEMORIAL HOSPITAL PROJECT), SERIES 2014 OF THE COUNTY AND AUTHORIZING THE EXECUTION AND DELIVERY OF CERTAIN DOCUMENTS IN CONNECTION THEREWITH

BE IT ORDERED by the Board of Commissioners (the “Board”) of the County of Henderson, North Carolina (the “County”):

Section 1. The Board does hereby find and determine as follows:

(a) The filing of an application with the North Carolina Local Government Commission (the “Commission”) requesting approval of the issuance of its \$5,000,000 County of Henderson, North Carolina Hospital Revenue Bond (Margaret R. Pardee Memorial Hospital Project), Series 2014A (the “2014A Bond”) and its \$2,000,000 County of Henderson, North Carolina Taxable Hospital Revenue Bond (Margaret R. Pardee Memorial Hospital Project), Series 2014B (the “2014B Bond” and, together with the 2014A Bond, the “2014 Bonds”) for the purpose of providing funds relating to the financing by the Margaret R. Pardee Hospital and Henderson County Hospital Corporation of capital expenditures in connection with the Pardee Clinical and Physician Areas of the Mission Pardee Health Campus (the “Project”) and certain costs relating to the issuance of the 2014 Bonds, is hereby ratified and confirmed in all respects.

(b) The County, by resolution, also requested the Commission to sell the 2014 Bonds at private sale without advertisement.

(c) The Commission has approved the application of the County for the issuance of the 2014 Bonds in an aggregate principal amount not to exceed \$7,000,000 in accordance with N.C.G.S. 159-86.

(d) The County has determined to issue the 2014 Bonds in an aggregate principal amount not to exceed \$7,000,000 for the purpose of providing funds, together

with other available funds, to (1) reimburse or fund the Project, and (2) pay certain costs and expenses incurred in connection with the issuance of the 2014 Bonds.

(e) The County proposes to sell the 2014 Bonds to First-Citizens Bank & Trust Company (the “*Purchaser*”).

(f) There have been presented to the County at this meeting copies of the following documents relating to the issuance and sale of the 2014 Bonds:

(1) Master Trust Indenture dated as of September 1, 2001 (the “*Master Indenture*”) between the County and First-Citizens Bank & Trust Company, the successor to which is U.S. Bank National Association, as trustee (the “*Trustee*”); and

(2) A draft of the Fifth Supplemental Trust Indenture dated as of December 1, 2014 between the County and the Trustee (the “*Fifth Supplemental Indenture*”).

(g) The County has determined that the issuance and sale of the 2014 Bonds in the manner provided in this Bond Order is in the best interests of the County.

Section 2. Capitalized words and terms used in this Bond Order and not defined herein have the same meanings given such words and terms in the Master Indenture and the Fifth Supplemental Indenture.

Section 3. Pursuant to the provisions of The State and Local Government Revenue Bond Act, as amended (the “*Act*”), particularly N.C.G.S. 159-88, the County hereby authorizes the issuance of the 2014 Bonds in an aggregate principal amount not to exceed \$7,000,000. The 2014 Bonds will be issued as fixed-rate, fully registered bonds maturing in annual installments at such times and in such amounts as set forth in the Fifth Supplemental Indenture, subject to the provisions of this Bond Order and the Master Indenture.

Section 4. The 2014 Bonds are subject to optional redemption at the times, on the terms and conditions, and at the prices as set forth in the Fifth Supplemental Indenture.

Section 5. The proceeds of the 2014 Bonds will be applied as provided in the Fifth Supplemental Indenture.

Section 6. The 2014 Bonds, together with any additional Bonds hereafter issued under the Master Indenture, are secured on a parity basis by a pledge, charge and lien on the Net Revenues of the Hospital System to the extent set forth in the Master Indenture. The 2014 Bonds are additionally secured by a pledge, charge and lien on the funds in the 2014 Bond Fund to the extent set forth in the Fifth Supplemental Indenture.

Section 7. The form, terms and conditions of the Fifth Supplemental Indenture are hereby approved, and the Chairman and Vice Chairman of the Board are hereby authorized to execute and directed to deliver, or cause to be delivered, the Fifth Supplemental Indenture together with such changes, additions and deletions as the Chairman and Vice Chairman of the Board, with the advice of counsel, may deem necessary and appropriate, including, without limitation, changes, additions and deletions necessary to incorporate the final terms of the 2014 Bonds as set forth in the Fifth Supplemental Indenture, such execution and delivery to be conclusive evidence of the approval and authorization in all respects of the form and content thereof and the Clerk or the Deputy Clerk are hereby authorized to attest to the same.

Section 8. The Chairman and Vice Chairman of the Board and the County Manager and the Finance Director of the County, or any of them or their deputies, are authorized and directed without limitation except as may be expressly set forth in this Bond Order to take such action and to execute and deliver such certificates, agreements, instruments, opinions or other documents as they, with the advice of counsel, may deem necessary or appropriate to effect the transactions contemplated by this Bond Order, the Master Indenture and the Fifth Supplemental indenture.

The officers of the County and the agents and employees of the County are hereby authorized and directed to do all acts and things required of them by the provisions of this Bond Order, the 2014 Bonds, the Master Indenture and the Fifth Supplemental Indenture for the full, punctual and complete performance of the terms, covenants, provisions and agreements of the same.

Section 9. The issuance and private sale without advertisement of the 2014 Bonds are hereby approved, subject to the terms and conditions set forth in this Bond Order.

Section 10. The County designates the 2014A Bond as a “*qualified tax-exempt obligation*” eligible for the exception from the disallowance of the deduction of interest by financial institutions allocable to the cost of carrying tax-exempt obligations in accordance with the provisions of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended. The County does not reasonably anticipate issuing more than \$10,000,000 of qualified tax-exempt obligations pursuant to such Section 265(b)(3), including all entities which issue obligations on behalf of the County and all subordinate entities of the County, during calendar year 2014 and will not designate more than \$10,000,000 of qualified tax-exempt obligations pursuant to such Section 265(b)(3) during calendar year 2014.

Section 11. This Bond Order is effective immediately on its passage.

On motion of Commissioner _____, seconded by Commissioner _____, the foregoing Bond Order entitled “**BOND ORDER AUTHORIZING THE ISSUANCE AND SALE BY THE COUNTY OF HENDERSON, NORTH CAROLINA OF NOT TO EXCEED \$7,000,000 HOSPITAL REVENUE BONDS (MARGARET R. PARDEE MEMORIAL HOSPITAL PROJECT), SERIES 2014 OF THE COUNTY AND AUTHORIZING THE EXECUTION AND DELIVERY OF CERTAIN DOCUMENTS IN CONNECTION THEREWITH**” was passed by the following vote:

AYES: _____

NAYS: _____

ABSTAIN: _____

Adopted this the _____ day of November, 2014.

HENDERSON COUNTY BOARD OF COMMISSIONERS

[SEAL]

By: _____
Chairman

ATTESTED BY:

Clerk to the Board

\$7,000,000

County of Henderson, North Carolina
 Revenue Bonds (Pardee Memorial Hospital), Series 2014 A&B
 Bank Placement

Project Summary

Dated 12/10/2014 | Delivered 12/10/2014

	Series 2014A (Tax-Exempt) BQ	Series 2014B (Taxable)	Issue Summary
Sources Of Funds			
Par Amount of Bonds	\$5,000,000.00	\$2,000,000.00	\$7,000,000.00
Total Sources	\$5,000,000.00	\$2,000,000.00	\$7,000,000.00
Uses Of Funds			
Costs of Issuance	67,607.15	27,292.85	94,900.00
Deposit to Project Construction Fund	4,932,392.85	1,972,707.15	6,905,100.00
Total Uses	\$5,000,000.00	\$2,000,000.00	\$7,000,000.00

Flow of Funds Detail

State and Local Government Series (SLGS) rates for
 Date of OMP Candidates

Primary Purpose Fund Solution Method	Net Funded	Gross Funded	Gross Funded
Total Cost of Investments	\$4,932,392.85	\$1,972,707.15	\$6,905,100.00
Total Draws	\$4,932,392.85	\$1,972,707.15	\$6,905,100.00

Bond Statistics

Average Life	10.456 Years	2.813 Years	8.272 Years
Average Coupon	2.4500000%	2.6100000%	2.4655439%
Net Interest Cost (NIC)	2.4500000%	2.6100000%	2.4655439%
Bond Yield for Arbitrage Purposes	2.4671262%	2.4671262%	2.4671262%
True Interest Cost (TIC)	2.4501925%	2.6107432%	2.4671262%
All Inclusive Cost (AIC)	2.6000947%	3.1267945%	2.6558944%

\$5,000,000

County of Henderson, North Carolina

Revenue Bonds (Pardee Memorial Hospital), Series 2014A (Tax-Exempt) BQ

Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price	Dollar Price
10/01/2029	Term 1 Coupon	2.450%	2.450%	5,000,000.00	100.000%	5,000,000.00
Total	-	-	-	\$5,000,000.00	-	\$5,000,000.00

Bid Information

Par Amount of Bonds	\$5,000,000.00
Gross Production	\$5,000,000.00
Bid (100.000%)	5,000,000.00
Total Purchase Price	\$5,000,000.00
Bond Year Dollars	\$52,281.67
Average Life	10.456 Years
Average Coupon	2.4500000%
Net Interest Cost (NIC)	2.4500000%
True Interest Cost (TIC)	2.4501925%

\$2,000,000

County of Henderson, North Carolina
 Revenue Bonds (Pardee Memorial Hospital), Series 2014B (Taxable)

Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price	Dollar Price
10/01/2019	Term 1 Coupon	2.610%	2.610%	2,000,000.00	100.000%	2,000,000.00
Total	-	-	-	\$2,000,000.00	-	\$2,000,000.00

Bid Information

Par Amount of Bonds	\$2,000,000.00
Gross Production	\$2,000,000.00
Bid (100.000%)	2,000,000.00
Total Purchase Price	\$2,000,000.00
Bond Year Dollars	\$5,625.67
Average Life	2.813 Years
Average Coupon	2.6100000%
Net Interest Cost (NIC)	2.6100000%
True Interest Cost (TIC)	2.6107432%

\$7,000,000

County of Henderson, North Carolina
 Revenue Bonds (Pardee Memorial Hospital), Series 2014 A&B
 Bank Placement

Debt Service Schedule

Part 1 of 2

Date	Principal	Coupon	Interest	Total P+I
04/01/2015	-	-	53,865.83	53,865.83
10/01/2015	389,000.00	2.610%	87,350.00	476,350.00
04/01/2016	-	-	82,273.55	82,273.55
10/01/2016	399,000.00	2.610%	82,273.55	481,273.55
04/01/2017	-	-	77,066.60	77,066.60
10/01/2017	409,000.00	2.610%	77,066.60	486,066.60
04/01/2018	-	-	71,729.15	71,729.15
10/01/2018	420,000.00	2.610%	71,729.15	491,729.15
04/01/2019	-	-	66,248.15	66,248.15
10/01/2019	431,000.00	2.592%	66,248.15	497,248.15
04/01/2020	-	-	60,662.00	60,662.00
10/01/2020	442,000.00	2.450%	60,662.00	502,662.00
04/01/2021	-	-	55,247.50	55,247.50
10/01/2021	453,000.00	2.450%	55,247.50	508,247.50
04/01/2022	-	-	49,698.25	49,698.25
10/01/2022	465,000.00	2.450%	49,698.25	514,698.25
04/01/2023	-	-	44,002.00	44,002.00
10/01/2023	476,000.00	2.450%	44,002.00	520,002.00
04/01/2024	-	-	38,171.00	38,171.00
10/01/2024	488,000.00	2.450%	38,171.00	526,171.00
04/01/2025	-	-	32,193.00	32,193.00
10/01/2025	500,000.00	2.450%	32,193.00	532,193.00
04/01/2026	-	-	26,068.00	26,068.00
10/01/2026	513,000.00	2.450%	26,068.00	539,068.00
04/01/2027	-	-	19,783.75	19,783.75
10/01/2027	525,000.00	2.450%	19,783.75	544,783.75
04/01/2028	-	-	13,352.50	13,352.50
10/01/2028	538,000.00	2.450%	13,352.50	551,352.50
04/01/2029	-	-	6,762.00	6,762.00
10/01/2029	552,000.00	2.450%	6,762.00	558,762.00
04/01/2030	-	2.450%	-	-
Total	\$7,000,000.00	-	\$1,427,730.73	\$8,427,730.73

\$7,000,000

County of Henderson, North Carolina
 Revenue Bonds (Pardee Memorial Hospital), Series 2014 A&B
 Bank Placement

Debt Service Schedule

Part 2 of 2

Yield Statistics

Bond Year Dollars	\$57,907.33
Average Life	8.272 Years
Average Coupon	2.4655439%
Net Interest Cost (NIC)	2.4655439%
True Interest Cost (TIC)	2.4671262%
Bond Yield for Arbitrage Purposes	2.4671262%
All Inclusive Cost (AIC)	2.6558944%

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Net Interest Cost	2.4655439%
Weighted Average Maturity	8.272 Years

\$7,000,000

County of Henderson, North Carolina
 Revenue Bonds (Pardee Memorial Hospital), Series 2014 A&B
 Bank Placement

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
09/30/2015	-	-	53,865.83	53,865.83
09/30/2016	389,000.00	2.610%	169,623.55	558,623.55
09/30/2017	399,000.00	2.610%	159,340.15	558,340.15
09/30/2018	409,000.00	2.610%	148,795.75	557,795.75
09/30/2019	420,000.00	2.610%	137,977.30	557,977.30
09/30/2020	431,000.00	2.592%	126,910.15	557,910.15
09/30/2021	442,000.00	2.450%	115,909.50	557,909.50
09/30/2022	453,000.00	2.450%	104,945.75	557,945.75
09/30/2023	465,000.00	2.450%	93,700.25	558,700.25
09/30/2024	476,000.00	2.450%	82,173.00	558,173.00
09/30/2025	488,000.00	2.450%	70,364.00	558,364.00
09/30/2026	500,000.00	2.450%	58,261.00	558,261.00
09/30/2027	513,000.00	2.450%	45,851.75	558,851.75
09/30/2028	525,000.00	2.450%	33,136.25	558,136.25
09/30/2029	538,000.00	2.450%	20,114.50	558,114.50
09/30/2030	552,000.00	2.450%	6,762.00	558,762.00
Total	\$7,000,000.00	-	\$1,427,730.73	\$8,427,730.73

Yield Statistics

Bond Year Dollars	\$57,907.33
Average Life	8.272 Years
Average Coupon	2.4655439%
Net Interest Cost (NIC)	2.4655439%
True Interest Cost (TIC)	2.4671262%
Bond Yield for Arbitrage Purposes	2.4671262%
All Inclusive Cost (AIC)	2.6558944%

IRS Form 8038

Net Interest Cost	2.4655439%
Weighted Average Maturity	8.272 Years

\$5,000,000

County of Henderson, North Carolina

Revenue Bonds (Pardee Memorial Hospital), Series 2014A (Tax-Exempt) BQ

Debt Service Schedule

Part 1 of 2

Date	Principal	Coupon	Interest	Total P+I
04/01/2015	-	-	37,770.83	37,770.83
10/01/2015	-	-	61,250.00	61,250.00
04/01/2016	-	-	61,250.00	61,250.00
10/01/2016	-	-	61,250.00	61,250.00
04/01/2017	-	-	61,250.00	61,250.00
10/01/2017	-	-	61,250.00	61,250.00
04/01/2018	-	-	61,250.00	61,250.00
10/01/2018	-	-	61,250.00	61,250.00
04/01/2019	-	-	61,250.00	61,250.00
10/01/2019	48,000.00	2.450%	61,250.00	109,250.00
04/01/2020	-	-	60,662.00	60,662.00
10/01/2020	442,000.00	2.450%	60,662.00	502,662.00
04/01/2021	-	-	55,247.50	55,247.50
10/01/2021	453,000.00	2.450%	55,247.50	508,247.50
04/01/2022	-	-	49,698.25	49,698.25
10/01/2022	465,000.00	2.450%	49,698.25	514,698.25
04/01/2023	-	-	44,002.00	44,002.00
10/01/2023	476,000.00	2.450%	44,002.00	520,002.00
04/01/2024	-	-	38,171.00	38,171.00
10/01/2024	488,000.00	2.450%	38,171.00	526,171.00
04/01/2025	-	-	32,193.00	32,193.00
10/01/2025	500,000.00	2.450%	32,193.00	532,193.00
04/01/2026	-	-	26,068.00	26,068.00
10/01/2026	513,000.00	2.450%	26,068.00	539,068.00
04/01/2027	-	-	19,783.75	19,783.75
10/01/2027	525,000.00	2.450%	19,783.75	544,783.75
04/01/2028	-	-	13,352.50	13,352.50
10/01/2028	538,000.00	2.450%	13,352.50	551,352.50
04/01/2029	-	-	6,762.00	6,762.00
10/01/2029	552,000.00	2.450%	6,762.00	558,762.00
04/01/2030	-	2.450%	-	-
Total	\$5,000,000.00	-	\$1,280,900.83	\$6,280,900.83

\$5,000,000

County of Henderson, North Carolina

Revenue Bonds (Pardee Memorial Hospital), Series 2014A (Tax-Exempt) BQ

Debt Service Schedule

Part 2 of 2

Yield Statistics

Bond Year Dollars	\$52,281.67
Average Life	10.456 Years
Average Coupon	2.4500000%
Net Interest Cost (NIC)	2.4500000%
True Interest Cost (TIC)	2.4501925%
Bond Yield for Arbitrage Purposes	2.4671262%
All Inclusive Cost (AIC)	2.6000947%

IRS Form 8038

Net Interest Cost	2.4500000%
Weighted Average Maturity	10.456 Years

\$5,000,000

County of Henderson, North Carolina

Revenue Bonds (Pardee Memorial Hospital), Series 2014A (Tax-Exempt) BQ

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
09/30/2015	-	-	37,770.83	37,770.83
09/30/2016	-	-	122,500.00	122,500.00
09/30/2017	-	-	122,500.00	122,500.00
09/30/2018	-	-	122,500.00	122,500.00
09/30/2019	-	-	122,500.00	122,500.00
09/30/2020	48,000.00	2.450%	121,912.00	169,912.00
09/30/2021	442,000.00	2.450%	115,909.50	557,909.50
09/30/2022	453,000.00	2.450%	104,945.75	557,945.75
09/30/2023	465,000.00	2.450%	93,700.25	558,700.25
09/30/2024	476,000.00	2.450%	82,173.00	558,173.00
09/30/2025	488,000.00	2.450%	70,364.00	558,364.00
09/30/2026	500,000.00	2.450%	58,261.00	558,261.00
09/30/2027	513,000.00	2.450%	45,851.75	558,851.75
09/30/2028	525,000.00	2.450%	33,136.25	558,136.25
09/30/2029	538,000.00	2.450%	20,114.50	558,114.50
09/30/2030	552,000.00	2.450%	6,762.00	558,762.00
Total	\$5,000,000.00	-	\$1,280,900.83	\$6,280,900.83

Yield Statistics

Bond Year Dollars	\$52,281.67
Average Life	10.456 Years
Average Coupon	2.4500000%
Net Interest Cost (NIC)	2.4500000%
True Interest Cost (TIC)	2.4501925%
Bond Yield for Arbitrage Purposes	2.4671262%
All Inclusive Cost (AIC)	2.6000947%

IRS Form 8038

Net Interest Cost	2.4500000%
Weighted Average Maturity	10.456 Years

\$2,000,000

County of Henderson, North Carolina
 Revenue Bonds (Pardee Memorial Hospital), Series 2014B (Taxable)

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
04/01/2015	-	-	16,095.00	16,095.00
10/01/2015	389,000.00	2.610%	26,100.00	415,100.00
04/01/2016	-	-	21,023.55	21,023.55
10/01/2016	399,000.00	2.610%	21,023.55	420,023.55
04/01/2017	-	-	15,816.60	15,816.60
10/01/2017	409,000.00	2.610%	15,816.60	424,816.60
04/01/2018	-	-	10,479.15	10,479.15
10/01/2018	420,000.00	2.610%	10,479.15	430,479.15
04/01/2019	-	-	4,998.15	4,998.15
10/01/2019	383,000.00	2.610%	4,998.15	387,998.15
04/01/2020	-	2.610%	-	-
Total	\$2,000,000.00	-	\$146,829.90	\$2,146,829.90

Yield Statistics

Bond Year Dollars	\$5,625.67
Average Life	2.813 Years
Average Coupon	2.6100000%
Net Interest Cost (NIC)	2.6100000%
True Interest Cost (TIC)	2.6107432%
Bond Yield for Arbitrage Purposes	2.4671262%
All Inclusive Cost (AIC)	3.1267945%

IRS Form 8038

Net Interest Cost	2.6100000%
Weighted Average Maturity	2.813 Years

\$2,000,000

County of Henderson, North Carolina
 Revenue Bonds (Pardee Memorial Hospital), Series 2014B (Taxable)

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
09/30/2015	-	-	16,095.00	16,095.00
09/30/2016	389,000.00	2.610%	47,123.55	436,123.55
09/30/2017	399,000.00	2.610%	36,840.15	435,840.15
09/30/2018	409,000.00	2.610%	26,295.75	435,295.75
09/30/2019	420,000.00	2.610%	15,477.30	435,477.30
09/30/2020	383,000.00	2.610%	4,998.15	387,998.15
Total	\$2,000,000.00	-	\$146,829.90	\$2,146,829.90

Yield Statistics

Bond Year Dollars	\$5,625.67
Average Life	2.813 Years
Average Coupon	2.6100000%
Net Interest Cost (NIC)	2.6100000%
True Interest Cost (TIC)	2.6107432%
Bond Yield for Arbitrage Purposes	2.4671262%
All Inclusive Cost (AIC)	3.1267945%

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Net Interest Cost	2.6100000%
Weighted Average Maturity	2.813 Years

\$7,000,000

County of Henderson, North Carolina
Revenue Bonds (Pardee Memorial Hospital), Series 2014 A&B
Bank Placement

Detail Costs Of Issuance

Dated 12/10/2014 | Delivered 12/10/2014

COSTS OF ISSUANCE DETAIL





Bond Counsel	\$30,000.00
Financial Advisor	\$17,000.00
LGC Fee	\$12,500.00
Hospital Counsel	\$5,000.00
Trustee	\$5,900.00
Miscellaneous	\$5,000.00
Series A Estimated Bank Fees	\$13,750.00
Series B Estimated Bank Fees	\$5,750.00
TOTAL	\$94,900.00

County of Henderson, North Carolina

Margaret R. Pardee Memorial Hospital Revenue Bonds, Series 2014 A&B

Summary of Bank Bids

Dated 12/10/2014 | Delivered 12/10/2014

				
Interest Rate				
Series A (Tax-Exempt)	2.45%	2.86%	3.19%	3.73%
Series B (Taxable)	2.61%	2.95%	3.12%	2.44%
Call Feature				
Series A (Tax-Exempt)	Anytime @ 101%	Make Whole	Anytime	Any payment date
Series B (Taxable)	3 yr. descending call	Make Whole	Anytime	Any payment date
Bank Closing and Legal Fees	19,500	22,500	22,500	5,000
Duration of Rate Lock	60 Days	45 days	45 days	45 days
Par Amount of Bonds	7,000,000	7,000,000	7,000,000	7,000,000
Interest on Bonds	1,427,731	1,676,983	1,865,237	2,119,248
Total Debt Service	8,427,731	8,676,983	8,865,237	9,119,248
Average Annual Debt Service	561,848.72	578,466	591,016	607,950
Uses of Funds				
Costs of Issuance	94,900	82,900	82,900	80,400
Deposit to Project Construction Fund	6,905,100	6,917,100	6,917,100	6,919,600
Total Uses	7,000,000	7,000,000	7,000,000	7,000,000
AIC	2.656%	3.037%	3.352%	3.755%