

APPENDIX A

NORTH LAWRENCE COMMUNITY SCHOOL CORPORATION

GENERAL INFORMATION CONCERNING THE SCHOOL CORPORATION

Location And Size

North Lawrence Community School Corporation (the “School Corporation”), located in Lawrence County (the “County”), Indiana, is a school corporation and a political subdivision under and is governed by the general laws of the State. The School Corporation is comprised of Guthrie, Indian Creek, Marshall, Perry, Pleasant Run, Shawswick and the northern part of Spice Valley Townships in the County. The City of Bedford (the “City”) and the Town of Oolitic are in the School Corporation. The City, the county seat, is located 75 miles south of Indianapolis, 70 miles northwest of Louisville, Kentucky, and 22 miles south of Bloomington. Total land area for the School Corporation is approximately 325 square miles.

Organization and Government

A seven-member Board of School Trustees (the “Board”), elected/appointed to four-year staggered terms, governs the School Corporation. The current members of the Board are as follows:

Board Members

Dr. Wendy Miller, President
Adam Parsley, Vice President
Scott King, Secretary
Tracy Bailey, Member
Kirsten Collier, Member
Jeff Lambrecht, Member
Barbara Miller, Member

The Board appoints the Superintendent of Schools, who is the chief administrative officer of the School Corporation. The administrative staff is appointed by the Board on recommendation of the Superintendent of Schools.

| <u>Name</u> | <u>Title</u> |
|------------------|-------------------------------|
| Dr. Kevin Yancey | Superintendent |
| Robyn Muder | Director of Business Services |

The Superintendent of Schools directs a certified staff of 294 and a non-certified staff of 505 with union representation as follows:

| <u>Union Name</u> | <u>Union Representation</u> | <u>Number of Members</u> | <u>Contract Expiration Date</u> |
|--------------------------------------|-----------------------------|--------------------------|---------------------------------|
| North Lawrence Education Association | Teachers | 129 | 6/30/2024 |

Personnel

The School Corporation currently employs a staff of 799 personnel, 487 full time and 312 part-time. The definition of full-time for this count is any employee that is eligible to receive pension/retirement benefits.

Facilities

The following school buildings currently house the educational programs for the School Corporation. The School Corporation also operates the Administration Building, the Transportation Building and Storage and the Maintenance Building.

| <u>Name of School</u> | <u>Grades</u> | <u>Original Construction</u> | <u>Last Addition/Renovation</u> |
|------------------------------------|---------------|------------------------------|---------------------------------|
| North Lawrence Learning Center | Preschool | 1989 | 2023 |
| Parkview Primary School | K-2 | 1951 | 2016 |
| Lincoln Elementary School | K-5 | 1959 | 2007 |
| Needmore Elementary School | K-5 | 1986 | 1986 |
| Dollens Elementary School | K-8 | 1918, 1959 | 2008 |
| Shawswick Elementary School | K-8 | 1989 | 2023 |
| Parkview Intermediate School | 3-5 | 1961 | 2023 |
| Bedford Middle School | 6-8 | 1910 | 2023 |
| Bedford North Lawrence High School | 9-12 | 1974 | 2006 |
| North Lawrence Career Center | 10-12 | 1970 | 2005 |

Source: School Corporation

Enrollments

Shown below are the total enrollments in grades K-12 for the past five years and a projection of such enrollments for the next five years:

| <u>Academic Year</u> | <u>Actual Enrollment</u> | <u>Academic Year</u> | <u>Projected Enrollment⁽¹⁾</u> |
|----------------------|--------------------------|----------------------|---|
| 2019-20 | 4,670 | 2024-25 | 3,519 |
| 2020-21 | 4,272 | 2025-26 | 3,515 |
| 2021-22 | 3,823 | 2026-27 | 3,510 |
| 2022-23 | 3,602 | 2027-28 | 3,507 |
| 2023-24 | 3,519 | 2028-29 | 3,503 |

(1) The School Corporation calculates projected enrollment by trend (conservatively).

Source: School Corporation

Pension Obligations

The School Corporation participates in the Indiana Public Employees' Retirement Fund ("PERF") and the Indiana Teachers' Retirement Fund ("TRF"). State statutes govern, through the Indiana Public Retirement System ("INPRS") Board, most requirements of the plans and gives the School Corporation authority to contribute to the plans. Further information can be found on the INPRS website at <http://www.in.gov/inprs/>. Detailed pension information is set forth in the School Corporation's complete audit report for July 1, 2020 to June 30, 2022, which is attached to this Official Statement as Appendix D.

Public Employees' Retirement Fund

The PERF is a defined pension plan and is an agent multiple-employer public employee retirement system which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make contributions on behalf of the member.

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS. The total contributions made to PERF by the School Corporation for the years 2021, 2022 and 2023 were \$479,915, \$443,095 and \$567,059, respectively.

Teachers' Retirement Fund

The TRF is a defined pension plan and is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All employees engaged in teaching or in the supervision of teaching in the public schools of the State of Indiana are eligible to participate in TRF. The TRF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of the members' contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The School Corporation may elect to make the contributions on behalf of the member.

Effective, July 1, 2019, newly hired TRF-eligible staff members have 60 days to choose from two (2) retirement plans. The first plan is the TRF Hybrid, which is a combination defined contribution account and defined benefit account. The second plan is the My Choice, which is only a defined contribution account. Any employee that does not make a selection within the 60-day required period will default to the TRF Hybrid plan.

The School Corporation contributes the employer's share of TRF for certified employees under a federally funded program and all the certified employees hired after July 1, 1995. The School Corporation currently receives partial funding, through the school funding formula, from the State of Indiana for its contribution. The employer's share of contributions for certified personnel who are not employed under a federally funded program and were hired before July 1, 1995, is considered to be an obligation of, and is paid by, the State of Indiana.

The total contributions made to TRF by the School Corporation for the years 2021, 2022 and 2023 were \$765,215, \$770,645 and \$764,934, respectively.

Other Post-Employment Benefits

The School Corporation has two separate retirement plans for certified staff, as described below.

Certified staff employed on or before April 21, 2004:

The School Corporation has established a qualified retirement plan for the Retirement Severance Pay Buyout Section 401(a) Plan. The certified employee shall receive an amount equal to \$45 per day for each unused sick day, with a maximum accumulation of 245 days. To be eligible for such amount, a certified employee must be 50 years or older or have 13 years of service with the School Corporation or 15 years teaching experience with at least 10 consecutive years with the School Corporation.

The School Corporation has established a Retirement Bridge Buyout 401(a) Plan and post-retirement Voluntary Employees' Beneficiary Association ("VEBA") buyout benefits. If the certified employee was employed by the School Corporation prior to June 1, 2000, retires between the ages of 55 and the age of eligibility for Medicare, with 20 or more years of service at the School Corporation, the certified employee is eligible to receive VEBA benefits to pay for health insurance premiums during retirement up until the age of eligibility for Medicare and life insurance up to the age of 65.

The School Corporation will maintain a qualified 401(a) Annuity Plan and contribute monthly 1.5% of such employee's Base Salary in the 401(a) account. Employees are fully vested after 5 years of service with the School Corporation.

Certified staff employed after April 21, 2004:

Certified staff employed after April 21, 2004 are not eligible to receive severance compensation for accumulated leave days.

The School Corporation will maintain a qualified 401(a) Annuity Plan and contribute monthly 2% of such employee's Base Salary in the 401(a) account. Employees are fully vested after 5 years of service with the School Corporation.

The School Corporation will establish and maintain a health reimbursement plan or VEBA tax-exempt trust established under Section 501(c) (9) of the Internal Revenue Code. The School Corporation will contribute monthly to every teacher an amount equal to 1% of a teacher's base salary into an individual VEBA account for the teacher. Teachers are fully vested after 5 years of service with the School Corporation.

Total contributions for other post-employment benefits for 2021, 2022 and 2023 were \$40,133, \$78,660 and \$36,458, respectively.

ECONOMIC INFORMATION CONCERNING THE SCHOOL CORPORATION

North Lawrence Community Schools is located about halfway between Indianapolis and Louisville, in an area rich with limestone. Limestone remains an important part of the economy, but the economic base also includes automobile manufacturing plants, a federal munitions facility and various other small businesses and agricultural enterprises.

Major Employers

Below is a list of some of the largest employers in the County.

| <u>Name</u> | <u>Type of Business</u> | <u>Employees</u> |
|--|---|------------------|
| GM Powertrain | Aluminum die castings | 817 |
| The School Corporation | Education | 799 |
| IU Health Bedford Hospital | Health care | 265 |
| Walmart Supercenter | Department store | 260 |
| Tri-Star Engineering | Defense contractor | 200 |
| Stone Belt | Social service and welfare organization | 200 |
| Science Applications International Corp. | Computer integrated systems design | 156 |
| Hoosier Hills Credit Union | Banking | 137 |
| Lowe's Home Improvement | Retail home center | 130 |
| PRD Inc. | Plastic injected molds | 130 |
| City of Bedford | City government | 129 |
| Mitchell Manor | Nursing and convalescent home | 125 |
| Heidelberg Materials Cement | Cement manufacturer | 120 |
| Grace at Work | Home health service | 115 |

Source: Hoosiers by the Numbers

Employment Statistics and Patterns

The figures below reflect employment statistics and patterns with respect to the workforce in the County, the State of Indiana (the "State") and the United States based on average annual rates. Unemployment data is not maintained separately for the School Corporation.

| | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024⁽¹⁾</u> |
|------------------|-------------|-------------|-------------|-------------|---------------------------|
| Lawrence County | 7.1% | 3.8% | 3.3% | 3.8% | 3.9% |
| State of Indiana | 7.3% | 3.9% | 3.1% | 3.3% | 3.4% |
| United States | 8.1% | 5.3% | 3.6% | 3.6% | 3.5% |

(1) Rates as of April 2024

Source: Indiana Employment Security Division

Employment by Occupation

The following table categorizes occupations for residents 16 years of age and older living in the School Corporation, the County and the State.

| <u>Occupational Category</u> | <u>School Corporation</u> | <u>Lawrence County</u> | <u>State of Indiana</u> |
|---|---------------------------|------------------------|-------------------------|
| Management, business, science and arts | 29.7% | 28.9% | 36.5% |
| Service occupations | 15.9% | 16.4% | 15.6% |
| Sales and office occupations | 20.0% | 19.2% | 19.8% |
| Natural resources, construction and maintenance | 11.0% | 11.9% | 8.6% |
| Production, transportation and material moving | 23.4% | 23.7% | 19.5% |

Note: May not sum due to rounding

Source: U.S. Census Bureau, 2018-2022 American Community Survey 5-Year Estimates

Employment by Category

Employment patterns for the School Corporation, the County and the State are set forth in the following table:

| <u>Employment Category</u> | <u>School Corporation</u> | <u>Lawrence County</u> | <u>State of Indiana</u> |
|---|---------------------------|------------------------|-------------------------|
| Agriculture, forestry, fishing, hunting and mining | 1.8% | 1.5% | 1.2% |
| Construction | 7.9% | 7.9% | 6.4% |
| Manufacturing | 22.0% | 22.2% | 18.6% |
| Wholesale trade | 1.0% | 0.9% | 2.3% |
| Retail trade | 10.4% | 11.0% | 11.0% |
| Transportation, warehousing and utilities | 5.0% | 4.3% | 5.9% |
| Information | 1.1% | 0.9% | 1.2% |
| Finance, insurance, real estate, rental and leasing | 5.8% | 5.2% | 5.3% |
| Professional, scientific, management, administration and waste management | 6.5% | 6.8% | 8.8% |
| Educational services, health care and social assistance | 20.9% | 20.3% | 23.1% |
| Arts, entertainment, recreation, accommodation and food services | 5.8% | 7.3% | 8.1% |
| Other services, except public administration | 5.2% | 4.9% | 4.5% |
| Public administration | 6.7% | 6.7% | 3.6% |

Note: May not sum due to rounding

Source: U.S. Census Bureau, 2018-2022 American Community Survey 5-Year Estimates

Population

| <u>Year</u> | <u>School Corporation</u> | <u>Lawrence County</u> |
|-------------|---------------------------|------------------------|
| 2010 | 34,125 | 46,134 |
| 2015 | 33,927 | 45,571 |
| 2020 | 33,837 | 45,011 |
| 2022 | 34,340 | 45,113 |

Source: U.S. Census Bureau

Educational Attainment

The educational background of area residents over 25 years of age living in the School Corporation, the County and the State are set forth in the following table:

| <u>Educational Level Attained</u> | <u>School Corporation</u> | <u>Lawrence County</u> | <u>State of Indiana</u> |
|---|---------------------------|------------------------|-------------------------|
| Less than 9 th grade | 2.5% | 3.1% | 3.5% |
| 9 th to 12 th grade, no diploma | 7.7% | 7.7% | 6.5% |
| High school graduate (includes equivalency) | 37.3% | 38.6% | 33.0% |
| Some college, no degree | 21.2% | 20.7% | 19.7% |
| Associate's degree | 11.6% | 10.9% | 9.0% |
| Bachelor's degree | 12.3% | 11.1% | 18.0% |
| Graduate or professional degree | 7.3% | 7.8% | 10.2% |
| Percent high school graduate or higher | 89.8% | 89.1% | 90.0% |
| Percent Bachelor's degree or higher | 19.7% | 19.0% | 28.2% |

Note: May not sum due to rounding

Source: U.S. Census Bureau, 2018-2022 American Community Survey 5-Year Estimates

Household Income

The following table sets forth the distribution of household and per capita income for the School Corporation, the County and the State.

| <u>Household Income Level</u> | <u>School Corporation</u> | <u>Lawrence County</u> | <u>State of Indiana</u> |
|-------------------------------|---------------------------|------------------------|-------------------------|
| Less than \$10,000 | 5.1% | 4.7% | 5.0% |
| \$10,000 to \$14,999 | 4.2% | 4.4% | 3.7% |
| \$15,000 to \$24,999 | 8.1% | 9.0% | 7.7% |
| \$25,000 to \$34,999 | 8.6% | 9.5% | 8.4% |
| \$35,000 to \$49,999 | 11.5% | 11.7% | 12.5% |
| \$50,000 to \$74,999 | 18.1% | 18.5% | 18.0% |
| \$75,000 to \$99,999 | 15.8% | 16.0% | 14.0% |
| \$100,000 to \$149,999 | 18.7% | 17.3% | 16.8% |
| \$150,000 to \$199,999 | 5.7% | 5.5% | 7.2% |
| \$200,000 or more | 4.2% | 3.4% | 6.7% |
| Median Household Income | \$67,804 | \$64,210 | \$67,173 |
| Mean Household Income | 79,466 | 76,151 | 88,805 |
| Per Capita Income | \$33,787 | \$32,149 | \$35,578 |

Source: U.S. Census Bureau, 2018-2022 American Community Survey 5-Year Estimates

Housing Values

The following table sets forth the distribution of home values for owner-occupied units for the School Corporation, the County and the State.

| <u>Value of Owner-Occupied Units</u> | <u>School Corporation</u> | <u>Lawrence County</u> | <u>State of Indiana</u> |
|--------------------------------------|---------------------------|------------------------|-------------------------|
| Less than \$50,000 | 977 | 1,353 | 123,846 |
| \$50,000 to \$99,999 | 1,837 | 2,823 | 257,551 |
| \$100,000 to \$149,999 | 2,743 | 3,507 | 316,057 |
| \$150,000 to \$199,999 | 1,728 | 2,394 | 331,625 |
| \$200,000 to \$299,999 | 2,476 | 3,077 | 425,693 |
| \$300,000 to \$499,999 | 1,251 | 1,544 | 296,483 |
| \$500,000 to \$999,999 | 185 | 256 | 92,820 |
| \$1,000,000 or more | 12 | 20 | 16,491 |
| Median (dollars) | \$151,100 | \$146,700 | \$183,600 |

Source: U.S. Census Bureau, 2018-2022 American Community Survey 5-Year Estimates

Transportation

The major highways through the City are U.S. Highway 50 and State Highway 37. State Highways 54, 58, 60 and 450 also run through the County. Rail service is provided by B&O Railroad, Monon and Southern Indiana. Several truck lines serve the City and two have freight terminals.

Bloomington Airport (25 minutes) and Indianapolis International Airport (90 minutes) offer flights to major cities. There is a local commuter airport with a 4,500-foot paved and lighted runway to accommodate corporate charter and freight service.

DEBT STRUCTURE OF THE SCHOOL CORPORATION

Current Indebtedness

The following tabulation reflects the long-term indebtedness of the School Corporation.

| | | <u>Per Capita</u> | <u>Percent of True Tax Value</u> |
|--|-----------------|-------------------|--------------------------------------|
| True Tax Value of Property (2024) | \$1,513,156,209 | \$44,064 | --- |
| Direct Debt* | 23,537,264 | 685 | 1.56% |
| 2022 Estimated Population ⁽¹⁾ | 34,340 | --- | --- |

(1) The population represents data from 2018-2022 American Community Survey 5-Year Estimates from U.S. Census Bureau.

The following tabulation itemizes the outstanding and expected principal amount of long-term direct and overlapping indebtedness of the School Corporation payable from property taxes:

| <u>Direct Debt:</u> | <u>Issued Amount</u> | <u>Final Maturity Date</u> | <u>Amount Outstanding</u> |
|---|--------------------------|------------------------------------|-------------------------------|
| Common School Fund Loans | \$464,200 | 7/01/24 | \$46,420 |
| Pension Bonds | 7,685,844 | 1/05/26 | 1,590,844 |
| 2022 General Obligation Bonds | 5,000,000 | 1/15/2026 | 3,440,000 |
| 2024 General Obligation Bonds | 5,045,000 | 1/15/2028* | 5,045,000 |
| | | | |
| Lease Obligations: | | | |
| First Mortgage Refunding Bonds, Series 2013 | \$21,255,000 | 1/15/2026 | \$3,585,000 |
| First Mortgage Refunding Bonds, Series 2014 | 17,245,000 | 1/15/2028 | 6,045,000 |
| First Mortgage Bonds, Series 2020 | 5,350,000 | 1/15/2028 | <u>3,785,000</u> |
| Total Direct Debt | | | <u>\$23,537,264</u> |

Overlapping Debt:
None

Source: Indiana Gateway for Government Units

Combined Debt Service Requirements

The tabulation below sets forth the combined net annual debt service requirements for all loans, leases and other obligations of the School Corporation of the Bonds.

| Budget Year | Common School <u>Fund Loans</u> | Pension Bonds | <u>2013 Bonds</u> | <u>2014 Bonds</u> | <u>2020 Bonds</u> | <u>2022 GO Bonds</u> | <u>2024 GO Bonds*</u> | <u>Total*</u> |
|----------------|---------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------------|---------------------------|---------------------|
| 2024 | \$93,536 | \$801,604 | \$1,839,000 | \$1,644,950 | \$732,000 | \$1,812,550 | --- | \$6,923,640 |
| 2025 | --- | 800,844 | 1,839,000 | 1,648,950 | 816,000 | 1,810,704 | \$355,653 | 7,271,151 |
| 2026 | --- | --- | --- | 1,643,950 | 1,193,000 | --- | 2,666,349 | 5,503,299 |
| 2027 | --- | --- | --- | 1,648,950 | 1,194,000 | --- | 2,668,190 | 5,511,140 |
| | <u>\$93,536</u> | <u>\$1,602,448</u> | <u>\$3,678,000</u> | <u>\$6,586,800</u> | <u>\$3,935,000</u> | <u>\$3,623,254</u> | <u>\$5,690,192</u> | <u>\$25,209,230</u> |

Future Financing

The School Corporation plans to issue approximately \$12,500,000 Ad Valorem Property Tax First Mortgage Bonds in the Fall of 2024.

Short-Term Debt

The School Corporation does not have any short-term debt outstanding nor does it currently anticipate issuing short-term debt in the next twelve months.

Debt Payment History

The School Corporation has no record of default and has met its debt repayment obligations promptly.

*Preliminary, subject to change.

FINANCIAL INFORMATION CONCERNING THE SCHOOL CORPORATION

Net Assessed Valuation

Net assessed valuation totals of the School Corporation real estate and personal property are shown below. In Indiana, constitutional provisions for assessment of land, improvements, and personal property specify one-third of true value. Criteria for determination of true value are established by the Indiana State Board of Tax Commissioners. Assessed valuation is reduced by various exemptions.

| <u>Tax Payment Year</u> | <u>Net Assessed Valuation</u> |
|-------------------------|-------------------------------|
| 2020 | \$1,152,323,064 |
| 2021 | 1,199,794,749 |
| 2022 | 1,250,813,224 |
| 2023 | 1,461,360,418 |
| 2024 | 1,513,156,209 |

Note: Net assessed valuations represent the assessed value less certain deductions for mortgages, veterans, the aged and the blind, as well as tax-exempt property.

Source: Indiana Gateway for Government Units

Real property is valued for assessment purposes at its true tax value as defined in the Real Property Assessment Rule, 50 IAC 2.4, the 2011 Real Property Assessment Manual (“Manual”), as incorporated into 50 IAC 2.4, and the 2011 Real Property Assessment Guidelines (“Guidelines”), as adopted by the Department of Local Government Finance (the “DLGF”). In the case of agricultural land, true tax value is the value determined in accordance with the Guidelines adopted by the DLGF and IC 6-1.1-4-13. In the case of all other real property, true tax value is defined as “the market value-in-use of a property for its current use, as reflected by the utility received by the owner or by a similar user, from the property.”

P.L. 180-2016 revises the factors used to calculate the assessed value of agricultural land. This legislation is retroactive to the January 1, 2016 assessment date and applies to each assessment date thereafter. The revised factors enacted in the legislation may reduce the total assessed value of agricultural land, which could shift property tax liability from agricultural property owners to other property owners. In addition, the reduction in the assessed value of agricultural land may result in a reduction of the total assessed value of a School Corporation. Lower assessed values of a School Corporation may result in higher tax rates in order for a School Corporation to receive its approved property tax levy.

Real property assessments are annually adjusted to market value based on sales data. The process of adjusting real property assessments to reflect market values has been termed “trending” by the DLGF.

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 method, although the Manual makes it clear that assessing officials are free to select from any number of appraisal methods, provided that they produce 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 uses to determine the acceptability of any alternative appraisal method.

Gross Assessed Valuation

| <u>Tax Payment Year</u> | <u>Gross Assessed Valuation</u> |
|-------------------------|---------------------------------|
| 2020 | \$2,128,790,820 |
| 2021 | 2,266,054,310 |
| 2022 | 2,352,426,150 |
| 2023 | 2,676,006,519 |
| 2024 | 2,877,586,800 |

Source: Indiana Gateway for Government Units

Largest Taxpayers

The ten largest taxpayers located within the School Corporation for tax year 2023 payable in 2024, are as follows:

| <u>Name of Business</u> | <u>Type of Business</u> | <u>Assessed Valuation</u> |
|-----------------------------------|------------------------------------|---------------------------|
| General Motors, LLC | Automotive Manufacturing | \$106,113,330 |
| Duke Energy Indiana | Utility | 20,731,130 |
| Wal-Mart | Retail | 12,201,560 |
| Indiana Limestone Acquisition LLC | Limestone blocks, slabs, cut stone | 10,647,700 |
| Regency Central Indiana LLC | Commercial Real estate | 9,609,900 |
| ANR Pipeline | Natural gas pipeline | 7,954,420 |
| Bedford Hotel Developers, LLC | Hotel development | 7,063,970 |
| Tolson Investments | Real estate | 5,661,600 |
| Lowe’s Home Centers, Inc. | Retail | 5,235,910 |
| Bedford Senior Living | Senior living facility | <u>4,866,200</u> |
| Total | | \$190,085,720 |

Percent of 2024 Net Assessed Valuation (\$1,513,156,209).....12.56%

Source: Lawrence County Auditor

Taxes Levied and Collected

Total property tax levies for the School Corporation and collections against those levies are:

| <u>Collection Year</u> | <u>Certified Levy</u> | <u>Circuit Breaker Tax Credit⁽¹⁾</u> | <u>Net Taxes Levied</u> | <u>Taxes Collected</u> | <u>Percent of Gross Taxes Levied</u> | <u>Percent of Net Taxes Levied</u> |
|------------------------|-----------------------|---|-------------------------|------------------------------------|--------------------------------------|------------------------------------|
| 2019 | \$11,634,381 | (\$905,897) | \$10,728,484 | \$10,595,342 | 91.07% | 98.76% |
| 2020 | 11,770,980 | (940,740) | 10,830,240 | 10,714,197 | 91.02% | 98.93% |
| 2021 | 12,009,946 | (914,556) | 11,095,390 | 11,055,296 | 92.05% | 99.64% |
| 2022 | 11,896,485 | (1,015,895) | 10,880,590 | 10,841,127 | 91.13% | 99.64% |
| 2023 | 14,103,589 | (1,055,486) | 13,048,103 | 13,046,513 | 92.50% | 99.99% |
| 2024 | 15,096,759 | (1,184,699) | 13,912,060 | -----In Process of Collection----- | | |

(1) Circuit Breaker Tax Credits allocable to the School Corporation per the DLGF

Indiana Code 6-1.1-20.6 (the “Statute”) provides taxpayers with a tax credit for all property taxes in an amount that exceeds the gross assessed value of real and personal property eligible for the credit (“Circuit Breaker Tax Credit”).

Property taxes for residential homesteads are limited to 1.0% of the gross assessed value of the homestead; property taxes for agricultural, other residential property and long-term care facilities are limited to 2.0% of their gross assessed value; and property taxes for all other real and personal property are limited to 3.0% of gross assessed value. Additional property tax limits have been made available to certain senior citizens. School corporations are authorized to impose a referendum tax levy to replace property tax revenue that the school corporation will not receive due to the Circuit Breaker Tax Credit. Other political subdivisions may not increase their 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. For more information, see “CIRCUIT BREAKER TAX CREDIT” in the body of this Official Statement.

School Corporation Tax Rates

Certified tax rates (per \$100 of assessed valuation) are:

| <u>Fund</u> | <u>Year Payable</u> | | | | |
|----------------|---------------------|-----------------|-----------------|-----------------|-----------------|
| | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
| Debt Service | \$0.3492 | \$0.3281 | \$0.2779 | \$0.3601 | \$0.3900 |
| School Pension | 0.0189 | 0.0215 | 0.0179 | 0.0151 | 0.0032 |
| Operations | 0.6534 | 0.6514 | 0.6553 | 0.5899 | 0.6045 |
| | <u>\$1.0215</u> | <u>\$1.0010</u> | <u>\$0.9511</u> | <u>\$0.9651</u> | <u>\$0.9977</u> |

Source: Indiana Department of Local Government Finance

Total Tax Rates

The highest overlapping total tax rates (per \$100 of assessed valuation) of the taxing units in the School Corporation have been:

| <u>Taxing Unit</u> | <u>Year Payable</u> | | | | |
|--|---------------------|-------------|-------------|-------------|-------------|
| | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
| Lawrence County | \$0.5766 | \$0.5592 | \$0.5690 | \$0.5087 | \$0.5093 |
| Shawswick Township | 0.0314 | 0.0310 | 0.0316 | 0.0288 | 0.0289 |
| Town of Bedford | 1.8932 | 1.8757 | 1.9543 | 1.8230 | 1.8157 |
| School Corporation | 1.0215 | 1.0010 | 0.9511 | 0.9651 | 0.9977 |
| Bedford Public Library | 0.1192 | 0.1193 | 0.1193 | 0.1073 | 0.1077 |
| Lawrence County Solid Waste Management | 0.0833 | 0.0833 | 0.0833 | 0.0833 | 0.0833 |
| | \$3.7252 | \$3.6695 | \$3.7086 | \$3.5162 | \$3.5426 |

Source: Indiana Department of Local Government Finance

Financial Statements

The School Corporation is audited biennially by the Indiana State Board of Accounts (“SBA”). The School Corporation maintains its system of accounts on a cash basis as prescribed by the SBA in the “Accounting and Uniform Compliance Manual for Indiana Public School Corporations” (2010 Revised Edition). Bi-annual Financial Reports (Form 9) are filed with the Indiana Department of Public Instruction. The most recent School Corporation’s audit by the SBA was filed on March 31, 2023 for the period July 1, 2020 to June 30, 2022 (the “2022 Audit”). The School Corporation does not control the timing of the review or release of the audit report by the SBA.

The 2022 Audit is included as Appendix D herein. Potential purchasers should read such financial statements in their entirety for more complete information concerning the School Corporation’s financial position. Such financial statements have been audited by the SBA to the extent and for the periods indicated thereon. The School Corporation has not requested the SBA to perform any additional examination, assessment or evaluation with respect to such financial statements since the date thereof, nor has the School Corporation requested that the SBA consent to the use of such financial statements in this Official Statement. Although the inclusion of the financial information in this Official Statement is not intended to demonstrate the fiscal condition of the School Corporation since the date of such financial information, in connection with the issuance of the 2024 Bonds, the School Corporation represents that there has been no material adverse change in the financial position or results of operations of the School Corporation, nor has the School Corporation incurred any material liabilities, which would make such financial information misleading.

The Indiana General Assembly enacted P.L. 244-2017 that impacts school corporation funds effective January 1, 2019. The Education Fund was created and is used for expenditures related to student instruction and learning. Additionally, the Operations Fund was created to pay for expenditures not directly related to student instruction and learning, including the operational expenses not paid for by the Education Fund. A property tax levy supports the Operations Fund, as well as the Debt Service Fund or levies approved by referenda. Additionally, school corporations may maintain a separate Rainy Day Fund. School corporations have the authority to transfer between the Education Fund and the Operations Fund, which the School Corporation expects will provide flexibility to manage its cash position by fund.

School Corporation Receipts and Disbursements

| | <u>Calendar Year End December 31</u> | | | |
|----------------------------|--------------------------------------|-------------|-------------|-------------|
| | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> |
| <u>DEBT SERVICE FUND</u> | | | | |
| January 1 Balance | \$2,227,634 | \$2,279,255 | \$2,421,569 | \$1,808,603 |
| Revenues | | | | |
| Local Property Tax | \$3,994,140 | \$3,932,150 | \$3,470,285 | \$5,288,727 |
| Financial Institutions Tax | - - - | 122,356 | 87,921 | 96,569 |
| License Excise Taxes | 506,431 | 462,668 | 384,679 | 493,690 |
| Other | 32,162 | 31,557 | 14,538 | 38,590 |
| Total Revenues | \$4,532,732 | \$4,548,731 | \$3,957,423 | \$5,917,576 |
| Expenditures | 4,300,806 | 4,326,760 | 4,337,812 | 6,099,476 |
| Transfers In/(Out) | (180,305) | (79,657) | (232,577) | (113,584) |
| December 31 Balance | \$2,279,255 | \$2,421,569 | \$1,808,603 | \$1,513,119 |

| | Calendar Year End December 31 | | | |
|----------------------------|-------------------------------|--------------|---------------|---------------|
| | 2020 | 2021 | 2022 | 2023 |
| <u>PENSION FUND</u> | | | | |
| January 1 Balance | \$97,117 | \$71,685 | \$146,630 | \$138,294 |
| Revenues | | | | |
| Local Property Tax | \$216,255 | \$257,554 | \$223,341 | \$221,811 |
| Financial Institutions Tax | 2,220 | 6,980 | 92,915 | 4,050 |
| License Excise Taxes | 25,190 | 13,138 | 24,778 | 20,702 |
| Other | 535,960 | 601,438 | 510,618 | 587,331 |
| Total Revenues | \$779,626 | \$879,110 | \$851,652 | \$833,894 |
| Expenditures | 800,573 | 799,011 | 795,544 | 799,932 |
| Transfers In/(Out) | (4,485) | (5,153) | (64,445) | (4,785) |
| December 31 Balance | \$71,685 | \$146,630 | \$138,294 | \$167,471 |
| <u>EDUCATION FUND</u> | | | | |
| January 1 Balance | \$4,594,761 | \$6,844,487 | \$7,223,378 | \$7,591,627 |
| Revenues | | | | |
| State of Indiana Grants | \$31,914,119 | \$30,345,400 | \$29,563,929 | \$28,923,326 |
| Other | 298,642 | 105,781 | 194,412 | 1,245,794 |
| Total Revenues | \$32,212,761 | \$30,451,180 | \$29,758,340 | \$30,169,120 |
| Expenditures | 26,026,096 | 24,421,817 | 23,218,435 | 22,839,455 |
| Transfers In/(Out) | (3,936,939) | (5,650,473) | (6,171,655) | (5,348,778) |
| December 31 Balance | \$6,844,487 | \$7,223,378 | \$7,591,627 | \$9,572,514 |
| <u>OPERATIONS FUND</u> | | | | |
| January 1 Balance | \$1,930,668 | \$2,793,014 | \$2,564,234 | \$4,540,655 |
| Revenues | | | | |
| Local Property Tax | \$6,597,576 | \$6,952,139 | \$7,239,825 | \$7,695,176 |
| Financial Institutions Tax | 76,744 | 232,523 | 120,069 | 158,194 |
| License Excise Taxes | 870,856 | 935,747 | 907,090 | 635,599 |
| Other | 209,262 | 158,178 | 534,746 | 617,121 |
| Total Revenues | \$7,754,437 | \$8,278,587 | \$8,801,729 | \$9,106,090 |
| Expenditures | 12,694,339 | 13,027,550 | 11,255,308 | 12,477,259 |
| Transfers In/(Out) | 5,802,248 | 4,520,184 | 4,429,999 | 2,975,754 |
| December 31 Balance | \$2,793,014 | \$2,564,234 | \$4,540,655 | \$4,145,239 |
| <u>RAINY DAY FUND</u> | | | | |
| January 1 Balance | \$5,547,451 | \$6,042,898 | \$6,044,414 | \$6,714,538 |
| Revenues | --- | 1,515 | 310 | |
| Expenditures | 4,553 | --- | 80,185 | 20,000 |
| Transfers In/(Out) | 500,000 | --- | 750,000 | (3,627,674) |
| December 31 Balance | \$6,042,898 | \$6,044,414 | \$6,714,538 | \$3,066,865 |
| <u>ALL OTHER FUNDS</u> | | | | |
| January 1 Balance | \$8,770,203 | \$4,323,506 | \$3,080,480 | (\$1,573,753) |
| Revenues | 13,333,688 | 8,602,645 | 6,841,055 | 13,682,626 |
| Transfers In/(Out) | 13,247,670 | 10,047,296 | 12,925,344 | 12,460,302 |
| Expenditures | (4,532,716) | 201,626 | 1,430,056 | 1,678,546 |
| December 31 Balance | \$4,323,506 | \$3,080,480 | (\$1,573,753) | \$1,327,117 |

Note: May not sum due to rounding

Source: School Corporation Annual Financial Reports (Form 9) prepared by school officials for the Indiana Department of Education, Division of School Finance

Cash Balances by Fund

| <u>Fund</u> | As of Calendar Year End, December 31 | | | |
|-----------------|--------------------------------------|--------------|--------------|--------------|
| | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> |
| Debt Service | \$2,279,255 | \$2,421,569 | \$1,808,603 | \$1,513,119 |
| Pension | 71,685 | 146,630 | 138,294 | 167,471 |
| Education | 6,844,487 | 7,223,378 | 7,591,627 | 9,572,514 |
| Operations | 2,793,014 | 2,564,234 | 4,540,655 | 4,145,239 |
| Rainy Day | 6,042,898 | 6,044,414 | 6,714,538 | 3,066,865 |
| All Other Funds | 4,323,506 | 3,080,480 | (1,573,753) | 1,327,117 |
| | \$22,354,845 | \$21,480,705 | \$19,219,964 | \$19,792,325 |

Note: May not sum due to rounding

Source: School Corporation Annual Financial Reports (Form 9) prepared by school officials for the Indiana Department of Education, Division of School Finance

Anticipated Receipts and Disbursements by Fund - Calendar Year 2024 Budget

| | <u>Education</u> | <u>Debt Service</u> | <u>Operations</u> |
|----------------------------|------------------|---------------------|-------------------|
| Receipts: | | | |
| Local Property Tax | --- | \$5,901,309 | \$8,049,029 |
| Financial Institutions Tax | --- | 95,526 | 148,065 |
| License Excise Taxes | --- | 525,948 | 815,219 |
| State of Indiana Grants | \$29,918,000 | --- | --- |
| Miscellaneous | 200,000 | 40,421 | 62,652 |
| Total | \$30,118,000 | \$6,563,204 | \$9,074,965 |
| Transfers In/(Out) | (\$3,885,000) | --- | \$3,885,000 |
| Disbursements | \$25,900,000 | \$6,182,352 | \$14,621,632 |

Source: School Corporation; Pay 2024 1782 Fund Report

State of Indiana Payments

The following table shows the annual amounts appropriated to the School Corporation during the four previous years and the amounts of such appropriations projected to be received during 2023 and the current year.

| <u>Year</u> | <u>Basic Grants</u> | <u>Other Fund Grants</u> ⁽¹⁾ | <u>Total</u> |
|---------------------|---------------------|---|--------------|
| 2020 | \$31,894,569 | \$769,601 | \$32,664,170 |
| 2021 | 30,162,316 | 871,338 | 31,033,654 |
| 2022 | 29,455,093 | 648,972 | 30,104,065 |
| 2023 | 28,923,326 | 3,233,396 ⁽²⁾ | 32,156,722 |
| 2024 ⁽³⁾ | 29,918,000 | N/A | N/A |

(1) Other grants include summer school, Primetime, pre-school, special education and other special state programs.

(2) \$2,842,880 of this amount was for curricular material reimbursements

(3) Estimated from Pay 2024 1782 Fund Report; other grants not available at this time.

Source: School Corporation Annual Financial Reports (Form 9) prepared by school officials for the Indiana Department of Education, Division of School Finance.

APPENDIX B

MASTER CONTINUING DISCLOSURE UNDERTAKING

This MASTER CONTINUING DISCLOSURE UNDERTAKING dated as of _____, 2024 (the "Master Undertaking") is executed and delivered by North Lawrence Community School Corporation (the "Obligor") for the purpose of permitting various Underwriters (as hereinafter defined) of the Obligations (as hereinafter defined) issued by or on behalf of the Obligor from time to time to purchase such Obligations in compliance with the Securities and Exchange Commission ("SEC") Rule 15c2-12, as amended (the "SEC Rule");

WITNESSETH THAT:

Section 1. Definitions. The words and terms defined in this Master Undertaking shall have the meanings herein specified unless the context or use clearly indicates another or different meaning or intent. Those words and terms not expressly defined herein and used herein with initial capitalization where rules of grammar do not otherwise require capitalization, shall have the meanings assigned to them in the SEC Rule.

(a) "Holder" or any similar term, when used with reference to any Obligation or Obligations, means any person who shall be the registered owner of any outstanding Obligation, or the owner of a beneficial interest in such Obligation.

(b) "EMMA" is Electronic Municipal Market Access System established by the MSRB.

(c) "Financial Obligation" means a debt obligation; derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or a guarantee of either a debt obligation or a derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation, but does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the SEC Rule.

(d) "Final Official Statement" means, with respect to any Obligations, the final Official Statement relating to such Obligations, including any document or set of documents included by specific reference to such document or documents available to the public on EMMA.

(e) "MSRB" means the Municipal Securities Rulemaking Board.

(f) "Obligated Person" means any person, including the Obligor, who is either generally or through an enterprise, fund, or account of such person committed by contract or other arrangement to support payment of all or a part of the obligations on the Obligations (other than providers of municipal bond insurance, letters of credit, or other liquidity facilities). All Obligated Persons with respect to Obligations currently are identified in Section 3 below.

(g) "Obligations" means the various obligations issued by or on behalf of the Obligor, as listed on Exhibit A, as the same shall be amended or supplemented from time to time.

(h) "Underwriter" or "Underwriters" means, with respect to any Obligations, the underwriter or underwriters of such Obligations pursuant to the applicable purchase agreement for such Obligations.

Section 2. Obligations; Term. (a) This Master Undertaking applies to the Obligations.

(b) The term of this Master Undertaking extends from the date of delivery of the Master Undertaking by the Obligor to the earlier of: (i) the date of the last payment of principal or redemption price, if any, of, and interest to accrue on, all Obligations; or (ii) the date all Obligations are defeased under the respective trust indentures or respective resolutions.

Section 3. Obligated Persons. The Obligor hereby represents and warrants as of the date hereof that the only Obligated Person with respect to the Obligations is the Obligor. If any such person is no longer committed by contract or other arrangement to support payment of the Obligations, such person shall no longer be considered an Obligated Person within the meaning of the SEC Rule and the continuing obligation under this Master Undertaking to provide annual financial information and notices of events shall terminate with respect to such person.

Section 4. Provision of Financial Information. (a) The Obligor hereby undertakes to provide, with respect to the Obligations, the following financial information, in each case in an electronic format as prescribed by the MSRB and accompanied by identifying information as prescribed by the MSRB:

- (1) To the MSRB, the audited financial statements of the Obligor as prepared and examined by the Indiana State Board of Accounts on a biennial basis for each period of two fiscal years, together with the opinion of such auditors and all notes thereto (collectively, the "Audited Information"), by June 30 immediately following each biennial period beginning June 30, 2025 and shall be made by June 30 of every other year thereafter if the Audited Information is delivered to the Obligor by June 30 of each biennial period. If, however, the Obligor has not received the Audited Information by such June 30 biennial date, the Obligor agrees to (i) post a voluntary notice to the MSRB by June 30 of such biennial period that the Audited Information has not been received, and (ii) post the Audited Information within 60 days of the Obligor's receipt thereof; and
- (2) To the MSRB, no later than June 30 of each year beginning June 30, 2025, the most recent unaudited annual financial information for the Obligor including (i) unaudited financial statements of the Obligor, and (ii) operating data (excluding any demographic information or forecast) of the general type provided under the general categories of headings as described below (collectively, the "Annual Information"), which Annual Information may be provided in such format and under such headings as the School Corporation deems appropriate:

APPENDIX A

NORTH LAWRENCE COMMUNITY SCHOOL CORPORATION

- Enrollments
- School Corporation Receipts and Disbursements
- Cash Balances by Fund
- State of Indiana Payments
- Net Assessed Valuation
- School Corporation Tax Rates
- Taxes Levied and Collected
- Largest Taxpayers

(b) If any Annual Information or Audited Information relating to the Obligor referred to in paragraph (a) of this Section 4 no longer can be provided because the operations to which they relate have been materially changed or discontinued, a statement to that effect, provided by the Obligor to the MSRB, along with any other Annual Information or Audited Information required to be provided under this Master Undertaking, shall satisfy the undertaking to provide such Annual Information or Audited Information. To the extent available, the Obligor shall cause to be filed along with the other Annual Information or Audited Information operating data similar to that which can no longer be provided.

(c) The disclosure may be accompanied by a certificate of an authorized representative of the Obligor in the form of Exhibit B attached hereto.

(d) The Obligor agrees to make a good faith effort to obtain Annual Information and Audited Information. However, failure to provide any component of Annual Information and Audited Information, because it is not available to the Obligor on the date by which Annual Information is required to be provided hereunder, shall not be deemed to be a breach of this Master Undertaking. The Obligor further agrees to supplement the Annual Information or Audited Information filing when such data is available.

(e) Annual Information or Audited Information required to be provided pursuant to this Section 4 may be provided by a specific reference to such Annual Information or Audited Information already prepared and previously provided to the MSRB. Any information included by reference shall also be (i) available to the public on EMMA at www.emma.msrb.org, or (ii) filed with the SEC.

(f) All continuing disclosure filings under this Master Undertaking shall be made in accordance with the terms and requirements of the MSRB at the time of such filing. As of the date of this Master Undertaking, the SEC has approved the submission of continuing disclosure filings on EMMA, and the MSRB has requested that such filings be made by transmitting such filings electronically to EMMA currently found at www.emma.msrb.org.

Section 5. Accounting Principles. The Annual Information will be prepared on a cash basis as prescribed by the State Board of Accounts, as in effect from time to time, as described in the auditors' report and notes accompanying the audited financial statements of the Obligor or those mandated by state law from time to time. The Audited Information of the Obligor, as described in Section 4(a)(1) hereof, will be prepared in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Section 6. Reportable Events. The Obligor undertakes to disclose the following events within 10 business days of the occurrence of any of the following events, if material (which determination of materiality shall be made by the Obligor in accordance with the standards established by federal securities laws), to the MSRB, in each case (i) in an electronic format as prescribed by the MSRB and (ii) accompanied by identifying information as prescribed by the MSRB:

- (1) non-payment related defaults;
- (2) modifications to rights of Holders;
- (3) bond calls;
- (4) release, substitution or sale of property securing repayment of the Obligations;
- (5) the consummation of a merger, consolidation, or acquisition, or certain asset sales, involving the Obligor, or entry into or termination of a definitive agreement relating to the foregoing;
- (6) appointment of a successor or additional trustee or the change of name of a trustee; and
- (7) incurrence of a Financial Obligation of the Obligor, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Obligor, any of which affect security holders.

The Obligor undertakes to disclose the following events, within 10 business days of the occurrence of any of the following events, regardless of materiality, to the MSRB, in each case (i) in an electronic format as prescribed by the MSRB and (ii) accompanied by identifying information as prescribed by the MSRB:

- (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) rating changes;
- (7) adverse tax opinions or events affecting the status of the Obligations, the issuance by the IRS of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material events, notices or determinations with respect to the tax status of the Obligations;
- (8) tender offers;
- (9) bankruptcy, insolvency, receivership or similar event of the Obligor; and
- (10) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Obligor, any of which reflect financial difficulties

The disclosure may be accompanied by a certificate of an authorized representative of the Obligor in the form of Exhibit C attached hereto.

Section 7. Use of Agent. The Obligor may, at its sole discretion, utilize an agent (the "Dissemination Agent") in connection with the dissemination of any information required to be provided by the Obligor pursuant to the SEC Rule and the terms of this Master Undertaking.

Further, the Obligor may, at its sole discretion, retain counsel or others with expertise in securities matters for the purpose of assisting the Obligor in making judgments with respect to the scope of its obligations hereunder and compliance therewith, all in order to further the purposes of this Master Undertaking.

Section 8. Failure to Disclose. If, for any reason, the Obligor fails to provide the Audited Information or Annual Information as required by this Master Undertaking, the Obligor shall provide notice of such failure in a timely manner to EMMA or to the MSRB, in the form of the notice attached as Exhibit D.

Section 9. Remedies. (a) The purpose of this Master Undertaking is to enable the Underwriters to purchase the Obligations by providing for an undertaking by the Obligor in satisfaction of the SEC Rule. This Master Undertaking is solely for the benefit of (i) the Underwriters, and (ii) the Holders, and creates no new contractual or other rights for, nor can it be relied upon by, the SEC, underwriters, brokers, dealers, municipal securities dealers, potential customers, other Obligated Persons or any other third party. The sole remedy against the Obligor for any failure to carry out any provision of this Master Undertaking shall be for specific performance of the Obligor's disclosure obligations hereunder and not for money damages of any kind or in any amount or for any other remedy. The Obligor's failure to honor its covenants hereunder shall not constitute a breach or default of the Obligations or any other agreement to which the Obligor is a party and shall not give rise to any other rights or remedies.

(b) Subject to paragraph (e) of this Section 9, in the event the Obligor fails to provide any information required of it by the terms of this Master Undertaking, any holder of Obligations may pursue the remedy set forth in the preceding paragraph in any court of competent jurisdiction in the State of Indiana. An affidavit to the effect that such person is a holder of Obligations supported by reasonable documentation of such claim shall be sufficient to evidence standing to pursue this remedy.

(c) Subject to paragraph (e) of this Section 9, any challenge to the adequacy of the information provided by the Obligor by the terms of this Master Undertaking may be pursued only by holders of not less than 25% in principal amount of Obligations then outstanding in any court of competent jurisdiction in the State of Indiana. An affidavit to the effect that such persons are holders of Obligations supported by reasonable documentation of such claim shall be sufficient to evidence standing to pursue the remedy set forth in the preceding paragraph.

(d) If specific performance is granted by any such court, the party seeking such remedy shall be entitled to payment of costs by the Obligor and to reimbursement by the Obligor of reasonable fees and expenses of attorneys incurred in the pursuit of such claim. If specific performance is not granted by any such court, the Obligor shall be entitled to payment of costs by the party seeking such remedy and to reimbursement by such party of reasonable fees and expenses of attorneys incurred in the pursuit of such claim.

(e) Prior to pursuing any remedy for any breach of any obligation under this Master Undertaking, a holder of Obligations shall give notice to the Obligor and the respective issuer of each obligation, by registered or certified mail, of such breach and its intent to pursue such remedy. Thirty (30) days after the receipt of such notice, upon earlier response from the Obligor to this notice indicating continued noncompliance, such remedy may be pursued under this Master Undertaking if and to the extent the Obligor has failed to cure such breach.

Section 10. Additional Information. Nothing in this Master Undertaking shall be deemed to prevent the Obligor from disseminating any other information, using the means of dissemination set forth in this Master Undertaking or any other means of communication, or including any other information in any Annual Information or notice of occurrence of a reportable event, in addition to that which is required by this Master Undertaking.

Section 11. Modification of Master Undertaking. The Obligor may, from time to time, amend or modify this Master Undertaking without the consent of or notice to the holders of the Obligations if either (a)(i) such amendment or modification is made in connection with a change in circumstances that arises from a change in legal requirements, change in law (including but not limited to a change in law which requires a change in the Obligor's policies or accounting practices) or change in the identity, nature or status of the Obligor, or type of business conducted, (ii) this Master Undertaking, as so amended or modified, would have complied with the requirements of the SEC Rule on the date hereof, after taking into account any amendments or interpretations of the SEC Rule, as well as any change in circumstances, and (iii) such amendment or modification does not materially impair the interests of the holders of the Obligations, as determined either by (A) nationally recognized bond counsel or (B) an approving vote of the holders of the Obligations pursuant to the terms of any Trust Indenture at the time of such amendment or modification; or (b) such amendment or modification (including an amendment or modification which rescinds this Master Undertaking) is otherwise permitted by the SEC Rule, as then in effect.

Section 12. Interpretation Under Indiana Law. It is the intention of the parties hereto that this Master Undertaking and the rights and obligations of the parties hereunder shall be governed by, and construed and enforced in accordance with, the law of the State of Indiana.

Section 13. Severability Clause. In case any provision in this Master Undertaking shall be invalid, illegal or unenforceable, the validity, legality and enforceability of the remaining provisions shall not in any way be affected or impaired thereby.

Section 14. Successors and Assigns. All covenants and agreements in this Master Undertaking made by the Obligor shall bind its successors, whether so expressed or not.

IN WITNESS WHEREOF, the Obligor has caused this Master Undertaking to be executed as of the day and year first hereinabove written.

NORTH LAWRENCE COMMUNITY SCHOOL
CORPORATION, as Obligor

By: _____
President, Board of School Trustees

Secretary, Board of School Trustees

EXHIBIT A
OBLIGATIONS

| <u>Full Name of Bond Issue</u> | <u>Base CUSIP</u> | <u>Final Maturity</u> |
|--|-------------------|-----------------------|
| North Lawrence Community School Corporation General Obligation Bonds of 2024* | | |

(1) Issued after February 27, 2019 and subject to the 2018 Amendments as defined in the Master Undertaking.

EXHIBIT B

CERTIFICATE RE: [ANNUAL INFORMATION][AUDITED INFORMATION] DISCLOSURE

The undersigned, on behalf of the North Lawrence Community School Corporation, as the Obligor under the Master Continuing Disclosure Undertaking, dated as of _____, 2024 (the “Master Undertaking”), hereby certifies that the information enclosed herewith constitutes the [Annual Information][Audited Information] (as defined in the Master Agreement) which is required to be provided pursuant to Section 4(a) of the Master Agreement.

Dated: _____.

NORTH LAWRENCE COMMUNITY SCHOOL
CORPORATION

EXHIBIT C

CERTIFICATE RE: REPORTABLE EVENT DISCLOSURE

The undersigned, on behalf of the North Lawrence Community School Corporation, as the Obligor under the Master Continuing Disclosure Undertaking, dated as of _____, 2024 (the "Master Agreement"), hereby certifies that the information enclosed herewith constitutes notice of the occurrence of a reportable event which is required to be provided pursuant to Section 6 of the Master Agreement.

Dated: _____.

NORTH LAWRENCE COMMUNITY SCHOOL
CORPORATION

EXHIBIT D

NOTICE TO MSRB OF FAILURE TO FILE INFORMATION

Notice is hereby given that the North Lawrence Community School Corporation (the “Obligor”) did not timely file its [Annual Information][Audited Information] as required by Section 4(a) of the Master Continuing Disclosure Undertaking, dated as of _____, 2024.

Dated: _____.

NORTH LAWRENCE COMMUNITY SCHOOL
CORPORATION

APPENDIX C

FORM OF OPINION OF BOND COUNSEL

_____, 2024

Raymond James & Associates, Inc.
Carmel, Indiana

Re: North Lawrence Community School Corporation
General Obligation Bonds of 2024
Total Issue: \$5,045,000
Original Date: _____, 2024

Ladies and Gentlemen:

We have acted as bond counsel in connection with the issuance by North Lawrence Community School Corporation, Lawrence County, Indiana (the "School Corporation" or "Issuer"), of \$5,045,000 of its General Obligation Bonds of 2024 dated _____, 2024 (the "Bonds"). We have examined the law and the certified transcript of proceedings of the Issuer relative to the authorization, issuance and sale of the Bonds and such other papers as we deem necessary to render this opinion. We have relied upon the certified transcript of proceedings and certificates of public officials, including the Issuer's tax covenants and representations ("Tax Representations"), and we have not undertaken to verify any facts by independent investigation.

We have not been engaged nor have we undertaken to review the accuracy, completeness or sufficiency of the Preliminary Official Statement dated _____, 2024 or the Final Official Statement dated _____, 2024 (collectively, the "Official Statement") or any other offering material relating to the Bonds, and we express no opinion relating thereto.

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

1. The Bonds are valid and binding general obligations of the School Corporation.
2. All taxable property in the School Corporation is subject to ad valorem taxation without limitation as to rate or amount to pay the debt service; however, the School Corporation's collection of the levy may be limited by operation of Indiana Code § 6-1.1-20.6, which provides taxpayers with tax credits for property taxes attributable to different classes of property in an amount that exceeds certain percentages of the gross assessed value of that property. The School Corporation is required by law to fully fund the payment of debt service on the Bonds in an amount sufficient to pay the debt service, regardless of any reduction in property tax collections due to the application of such tax credits.
3. Under statutes, decisions, regulations and rulings existing on this date, the interest on the Bonds is exempt from income taxation in the State of Indiana (the "State"). This opinion relates only to the exemption of interest on the Bonds from State income taxation.
4. Under federal statutes, decisions, regulations and rulings existing on this date, the interest on the Bonds is excludable from gross income of the owners for federal income tax purposes pursuant to Section 103 of the Internal Revenue Code of 1986, as amended to the date hereof (the "Code") and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, such interest on the Bonds may be taken into account for the purpose of computing the alternative minimum tax imposed on certain corporations. This opinion is conditioned upon compliance by the School Corporation subsequent to the date hereof with its Tax Representations. Failure to comply with the Tax Representations could cause interest on the Bonds to lose the exclusion from gross income for federal income tax purposes retroactive to their date of issue.

It is to be understood that the rights of the registered owners of the Bonds and the enforceability thereof 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.

Very truly yours,

APPENDIX D

STATE BOARD OF ACCOUNTS AUDIT FOR THE PERIOD JULY 1, 2020 TO JUNE 30, 2022

APPENDIX E

BOND RESOLUTION

WHEREAS, North Lawrence Community School Corporation (the "Issuer" or "School Corporation") is a school corporation organized and existing under the provisions of Indiana Code § 20-23; and

WHEREAS, the Board of School Trustees (the "Board") finds that the present facilities of the School Corporation are not adequate to provide the proper educational environment of the students now attending or who will attend its schools; and

WHEREAS, the Board finds that there are not sufficient funds available or provided for in existing tax levies with which to pay the total cost of the renovation of and improvements to facilities throughout the School Corporation, including site improvements and the purchase of technology, equipment and busses (the "Project"), and that the School Corporation should issue bonds in an amount not to exceed Five Million Forty-Five Thousand Dollars (\$5,045,000) (the "Bonds") for the purpose of providing funds to be applied on the cost of the Project, and that bonds in such amount should now be authorized; and

WHEREAS, the School Corporation has determined that the total cost of the Project authorized herein will not exceed the lesser of: (i) \$6,350,465; or (ii) the greater of (a) one percent (1%) of the total gross assessed value of property within the School Corporation on the last assessment date, or (b) \$1,000,000 and, therefore, the bonds will not be issued to fund a controlled project, as defined in Indiana Code § 6-1.1-20-1.1; and

WHEREAS, the net assessed valuation of taxable property in the School Corporation, as shown in the last final and complete assessment which was made in the year 2023 for state and county taxes collectible in the year 2024 is \$1,513,156,209 and there is \$5,047,708 of outstanding indebtedness of the School Corporation for constitutional debt purposes (excluding the Bonds authorized herein); such assessment and outstanding indebtedness amounts shall be verified at the time of the payment for and delivery of the Bonds; now, therefore,

BE IT FURTHER RESOLVED that the Debt Service Fund Tax rate is \$0.3900 as of the date hereof.

BE IT RESOLVED by the Board of the Issuer that, for the purpose of obtaining funds to be applied on the cost of the Project, there shall be issued and sold the Bonds of the School Corporation to be designated as "General Obligation Bonds of 2024" (or such other name or series designation as determined by the School Corporation's advisor). The Bonds shall be in a principal amount not to exceed Five Million Forty-Five Thousand Dollars (\$5,045,000), bearing interest at a rate or rates not exceeding six percent (6.00%) per annum (the exact rate or rates to be determined by negotiation with an underwriter or purchaser), which interest shall be payable on July 15, 2025 and semi-annually thereafter on January 15 and July 15 in each year. Interest on the Bonds shall be calculated according to a 360-day year containing twelve 30-day months. The Bonds shall be numbered consecutively from R-1 upward, fully registered in the denomination of Five Thousand Dollars (\$5,000) or integral multiples thereof (or other denominations as requested by the underwriter or purchaser), and shall mature or be subject to mandatory redemption on January 15 and July 15 beginning July 15, 2025 through no later than January 15, 2028 on the dates and amounts as provided prior to the sale.

All or a portion of the Bonds may be issued as one or more term bonds, upon election of the underwriter or purchaser. Such term bonds shall have a stated maturity or maturities as determined by negotiation with the underwriter or purchaser, but in no event later than the last serial date of the Bonds as determined in accordance with the above paragraph. The term bonds shall be subject to mandatory sinking fund redemption and final payment(s) at maturity at 100% of the principal amount thereof, plus accrued interest to the redemption date, on dates and in the amounts hereinafter determined in accordance with the above paragraph.

The original date shall be the date of delivery of the Bonds. The authentication certificate shall be dated when executed by U.S. Bank Trust Company, National Association, as registrar and paying agent (the "Paying Agent" or "Registrar").

Interest shall be paid from the interest payment date to which interest has been paid next preceding the date of authentication unless the bond is authenticated on or before the fifteenth day immediately preceding the first interest payment date, in which case interest shall be paid from the original date, or unless the Bond is authenticated after the

fifteenth day immediately preceding an interest payment date and on or before such interest payment date, in which case interest shall be paid from such interest payment date.

Interest and principal shall be payable as described in the Bonds.

The Bonds are transferable by the registered owner at the principal corporate trust office of the Paying Agent upon surrender and cancellation of a Bond and on presentation of a duly executed written instrument of transfer, and thereupon a new Bond or Bonds of the same aggregate principal amount and maturity and in authorized denominations will be issued to the transferee or transferees in exchange therefor. The Bonds may be exchanged upon surrender at the principal corporate trust office of the Registrar and Paying Agent, duly endorsed by the registered owner for the same aggregate principal amount of bonds of the same maturity in authorized denominations as the owner may request. The cost of such transfer or exchange shall be paid by the Issuer.

In the event any Bond is mutilated, lost, stolen, or destroyed, the School Corporation may execute and the Paying Agent may authenticate a new Bond of like date, maturity, and denomination as that mutilated, lost, stolen, or destroyed, which new Bond shall be marked in a manner to distinguish it from the Bond for which it was issued, provided that, in the case of any mutilated Bond, such mutilated Bond shall first be surrendered to the Paying Agent, and in the case of any lost, stolen, or destroyed Bond there shall be first furnished to the Paying Agent evidence of such loss, theft, or destruction satisfactory to the School Corporation and the Paying Agent, together with indemnity satisfactory to them. In the event any such Bond shall have matured, instead of issuing a duplicate Bond, the School Corporation and the Paying Agent may, upon receiving indemnity satisfactory to them, pay the same without surrender thereof. The School Corporation and the Paying Agent may charge the owner of such Bond with their reasonable fees and expenses in connection with delivering the new Bond. Any Bond issued pursuant to this paragraph shall be deemed an original, substitute contractual obligation of the School Corporation, whether or not the lost, stolen, or destroyed Bond shall be found at any time, and shall be entitled to all the benefits of this resolution, equally and proportionately with any and all other Bonds issued hereunder.

The Issuer agrees that it will deposit with the Paying Agent funds in an amount equal to the principal of, premium, if any, and interest on the Bonds which shall become due in accordance with the terms of the Paying Agent Agreement (as hereinafter defined).

The form of the Registrar and Paying Agent Agreement (the "Paying Agent Agreement") presented to the Board is hereby approved and any officers of the Board of the School Corporation are authorized and directed to execute the Paying Agent Agreement after the sale of the Bonds.

Notwithstanding any other provision of this Resolution, the Issuer will enter into the Paying Agent Agreement with the Paying Agent in which the Paying Agent agrees that upon any default or insufficiency in the payment of principal and interest as provided in the Paying Agent Agreement, the Paying Agent will immediately, without any direction, security or indemnity file a claim with the Treasurer of the State of Indiana for an amount equal to such principal and interest in default and consents to the filing of any such claim by a Bondholder in the name of the Paying Agent for deposit with the Paying Agent. Filing of the claim with the Treasurer of the State of Indiana, as described above, shall occur on the dates set forth in the Paying Agent Agreement.

The Paying Agent may at any time resign as Paying Agent by giving thirty (30) days written notice to the Issuer and to each registered owner of the Bonds then outstanding, and such resignation will take effect at the end of such thirty (30) days or upon the earlier appointment of a successor Paying Agent by the School Corporation. Such notice to the Issuer may be served personally or be sent by first-class or registered mail. The Paying Agent may be removed at any time as Paying Agent by the Issuer, in which event the Issuer may appoint a successor Paying Agent. The Paying Agent shall notify each registered owner of the Bonds then outstanding of the removal of the Paying Agent. Notices to registered owners of the Bonds shall be deemed to be given when mailed by first-class mail to the addresses of such registered owners as they appear on the Registration Record. Any predecessor Paying Agent shall deliver all the Bonds, cash and investments related thereto in its possession and the Registration Record to the successor Paying Agent. At all times, the same entity shall serve as registrar and paying agent.

In order to provide for the payment of the principal of and interest on the Bonds, there shall be levied in each year upon all taxable property in the School Corporation, real and personal, and collected a tax in an amount and in such manner sufficient to meet and pay the principal of and interest on the Bonds as they become due, and the proceeds of this tax are hereby pledged solely to the payment of the Bonds. Such tax shall be deposited into the School Corporation's Debt Service Fund and used to pay the principal of and interest on the Bonds, when due, together with any fiscal agency charges. If the funds deposited into the Debt Service Fund are then insufficient to meet and pay the

principal of and interest on the Bonds as they become due, then the School Corporation covenants to transfer other available funds of the School Corporation to meet and pay the principal and interest then due on the Bonds.

The School Corporation represents and covenants that the Bonds herein authorized, when combined with other outstanding indebtedness of the School Corporation at the time of issuance of the Bonds, will not exceed any applicable constitutional or statutory limitation on the School Corporation's indebtedness.

The Bonds are not subject to optional redemption prior to maturity.

If any Bond is issued as a term bond, the Paying Agent shall credit against the mandatory sinking fund requirement for any term bonds, and corresponding mandatory redemption obligation, in the order determined by the School Corporation, any term bonds maturing on the same date which have previously been redeemed (other than as a result of a previous mandatory redemption requirement) or delivered to the Registrar for cancellation or purchased for cancellation by the Paying Agent and not theretofore applied as a credit against any redemption obligation. Each term bond so delivered or canceled shall be credited by the Paying Agent at 100% of the principal amount thereof against the mandatory sinking fund obligation on such mandatory sinking fund date, and any excess of such amount shall be credited on future redemption obligations, and the principal amount of the Bonds to be redeemed by operation of the mandatory sinking fund requirement shall be accordingly reduced; provided, however, the Paying Agent shall credit only such Bonds maturing as term bonds to the extent received on or before forty-five (45) days preceding the applicable mandatory redemption date as stated above.

Each Five Thousand Dollars (\$5,000) (or other denominations as requested by the underwriter or purchaser, as permitted by law) principal amount shall be considered a separate Bond for purposes of redemption. If less than an entire maturity is called for redemption, the Bonds to be called shall be selected by lot by the Registrar.

Notice of redemption shall be mailed to the address of the registered owner as shown on the Registration Records of the Paying Agent, as of the date which is forty-five (45) days prior to the date fixed for redemption, not less than thirty (30) days prior to such redemption date, unless notice is waived by the owner of the Bond or Bonds redeemed. The notice shall specify the date and place of redemption and sufficient identification of the Bonds called for redemption. The place of redemption may be determined by the School Corporation. Interest on the Bonds so called for redemption shall cease and the Bonds will no longer be deemed outstanding under this resolution on the redemption date fixed in such notice if sufficient funds are available at the place of redemption to pay the redemption price, including accrued interest and redemption premium, if any, to the redemption date, on the date so named. Failure to give such notice by mailing, or any defect in such notice, with respect to any Bond shall not affect the validity of any proceedings for redemption of other Bonds.

If the Bonds are not presented for payment or redemption on the date fixed therefor, the School Corporation may deposit in trust with the Paying Agent, an amount sufficient to pay such Bond or the redemption price, as the case may be, including accrued interest to the date of such payment or redemption, and thereafter the registered owner shall look only to the funds so deposited in trust with the Paying Agent for payment, and the School Corporation shall have no further obligation or liability in respect thereto.

If, when the Bonds or any portion thereof shall have become due and payable in accordance with their terms, and the whole amount of the principal and the interest so due and payable upon such Bonds or any portion thereof then outstanding shall be paid, or (i) cash, or (ii) direct non-callable obligations of (including obligations issued or held in book entry form on the books of) the Department of the Treasury of the United States of America, and securities fully and unconditionally guaranteed as to the timely payment of principal and interest by the United States of America, the principal of and the interest on which when due without reinvestment will provide sufficient money, or (iii) any combination of the foregoing, shall be held irrevocably in trust for such purpose, and provision shall also be made for paying all fees and expenses for the payment, then and in that case the Bonds or such designated portion thereof shall no longer be deemed outstanding or secured by this resolution.

The Bonds shall be executed in the name of Issuer by the manual or facsimile signature of any member of the Board of the School Corporation, and attested by the manual or facsimile signature of any member of the Board. In case any official whose signature or facsimile of whose signature shall appear on the Bonds shall cease to be such officer before the issuance, authentication or delivery of such Bonds, such signature or such facsimile shall, nevertheless, be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery.

No Bond shall be valid or obligatory for any purpose, unless and until authenticated by the Paying Agent. Such authentication may be executed by an authorized representative of the Paying Agent, but it shall not be necessary

that the same person authenticate all of the Bonds issued. The Issuer and the Paying Agent may deem and treat the person in whose name a bond is registered on the Bond Registration as the absolute owner thereof for all purposes, notwithstanding any notice to the contrary.

In order to preserve the exclusion of interest on the Bonds from gross income for federal income tax purposes and as an inducement to purchasers of the Bonds, the Issuer represents, covenants and agrees that:

(a) No person or entity, other than the Issuer or another governmental unit, will use proceeds of the Bonds or property financed by the bond proceeds other than as a member of the general public. No person or entity, other than the Issuer or another governmental unit, will own property financed by bond proceeds or will have actual or beneficial use of such property pursuant to a lease, a management or incentive payment contract or any other type of arrangement that differentiates that person's or entity's use of such property from the use by the public at large.

(b) No Bond proceeds will be loaned to any entity or person. No bond proceeds will be transferred, directly or indirectly, or deemed transferred to a nongovernmental person in any manner that would in substance constitute a loan of the bond proceeds.

(c) The Issuer will, to the extent necessary to preserve the exclusion of interest on the Bonds from gross income for federal income tax purposes, rebate all required arbitrage profits on Bond proceeds or other moneys treated as Bond proceeds to the federal government as provided in Section 148 of the Internal Revenue Code of 1986, as amended to the date hereof (the "Code") and will set aside such moneys in a Rebate Account to be held by the Treasurer in trust for such purpose.

(d) The Issuer will file an information report form 8038-G with the Internal Revenue Service as required by Section 149 of the Code.

(e) The Issuer will not take any action nor fail to take any action with respect to the Bonds that would result in the loss of exclusion from gross income for federal income tax purposes of interest on the Bonds pursuant to Section 103 of the Code, as existing on the date of issuance of the Bonds, nor will the Issuer act in any other manner which would adversely affect such exclusion.

The Bonds shall be issued in substantially the following form, all blanks to be filled in properly prior to delivery:

Registered No. R-_____ Registered \$ _____

UNITED STATES OF AMERICA

State of Indiana

County of Lawrence

NORTH LAWRENCE COMMUNITY SCHOOL CORPORATION
GENERAL OBLIGATION BONDS OF 2024

| | | | | |
|-------------------------|-------------------------|-------------------------|-------------------------------|--------------|
| Interest <u>Rate</u> | Maturity <u>Date</u> | Original <u>Date</u> | Authentication <u>Date</u> | <u>CUSIP</u> |
| | | _____, 2024 | _____, 2024 | |

Registered Owner:

Principal Sum:

North Lawrence Community School Corporation (the "Issuer" or "School Corporation"), a school corporation organized and existing under the laws of the State of Indiana, in Lawrence County, Indiana, for value received, hereby acknowledges itself indebted and promises to pay to the Registered Owner (named above) or to registered assigns, the Principal Sum set forth above in installments as set forth above on the Maturity Dates set forth above and to pay interest thereon at the Interest Rate per annum as set forth above from the interest payment date to which interest has been paid next preceding the date of authentication hereof unless this Bond is authenticated on or before June 30, 2025 in which case interest shall be paid from the Original Date, or unless this Bond is authenticated after the fifteenth day immediately preceding an interest payment date and on or before such interest payment date, in which case interest shall be paid from such interest payment

date, which interest is payable on July 15, 2025 and each January 15 and July 15 thereafter until the principal has been paid. Interest shall be calculated on the basis of a 360-day year consisting of twelve 30-day months.

Interest shall be payable by check mailed one business day prior to the interest payment date to registered owners or by wire transfer of immediately available funds on the interest payment date to depositories shown as registered owners. Payment shall be made to the person or depository in whose name this Bond is registered as of the fifteenth day immediately preceding such interest payment date. Principal of this Bond shall be payable upon presentation of this Bond at the principal corporate trust office of the U.S. Bank Trust Company, National Association, Indianapolis, Indiana (the "Registrar and Paying Agent") or by wire transfer of immediately available funds to depositories who present the Bonds to the Registrar and Paying Agent at least two business days prior to the payment date in lawful money of the United States of America. If the payment date occurs on a date when financial institutions are not open for business, the wire transfer shall be made on the next succeeding business day. The Registrar and Paying Agent shall wire transfer payments by 1:00 p.m. (New York City time) so such payments are received at the depository by 2:30 p.m. (New York City time).

REFERENCE IS MADE TO THE FURTHER PROVISIONS OF THIS BOND SET FORTH ON THE REVERSE HEREOF WHICH SHALL FOR ALL PURPOSES HAVE THE SAME EFFECT AS IF DULY SET FORTH HEREIN.

This Bond is one of an issue of bonds aggregating Five Million Forty-Five Thousand Dollars (\$5,045,000), of like tenor and effect, except as to numbering, authentication date, denomination, interest rate, and date of maturity, issued by Issuer pursuant to a resolution adopted by the Board of School Trustees of the Issuer on February 15, 2024, as supplemented on March 21, 2024 (as supplemented, the "Resolution"), and in strict accordance with the governing statutes of the State of Indiana, particularly Indiana Code § 20-48-1 (the "Act"), for the purpose of providing funds to be applied on the cost of the renovation of and improvements to facilities throughout the School Corporation, including site improvements and the purchase of technology, equipment and busses in the School Corporation. The owner of this Bond, by the acceptance thereof, agrees to all the terms and provisions contained in the Resolution and the Act.

This Bond is not subject to optional redemption prior to maturity.

This Bond is transferable in accordance with the Book Entry System or, if no such system is in effect, by the Registered Owner hereof at the principal corporate trust office of the Registrar and Paying Agent, upon surrender and cancellation of this Bond and on presentation of a duly executed written instrument of transfer and thereupon a new Bond or Bonds of the same aggregate principal amount and maturity and in authorized denominations will be issued to the transferee or transferees in exchange therefor. This Bond may be exchanged upon surrender hereof at the principal corporate trust office of the Registrar and Paying Agent, duly endorsed by the Registered Owner for the same aggregate principal amount of Bonds of the same maturity in authorized denominations as the owner may request.

The Issuer and the Registrar and Paying Agent may deem and treat the person in whose name this Bond is registered as the absolute owner hereof.

PURSUANT TO THE PROVISIONS OF THE ACT AND THE RESOLUTION, THE PRINCIPAL OF THIS BOND AND ALL OTHER BONDS OF THE BOND ISSUE AND THE INTEREST DUE THEREON ARE PAYABLE AS A LIMITED GENERAL OBLIGATION OF THE SCHOOL CORPORATION, FROM AD VALOREM PROPERTY TAXES TO BE LEVIED ON ALL TAXABLE PROPERTY WITHIN THE SCHOOL CORPORATION; HOWEVER, THE ISSUER'S COLLECTION OF THE LEVY MAY BE LIMITED BY OPERATION OF INDIANA CODE § 6-1.1-20.6 WHICH PROVIDES TAXPAYERS WITH TAX CREDITS FOR PROPERTY TAXES ATTRIBUTABLE TO DIFFERENT CLASSES OF PROPERTY IN AN AMOUNT THAT EXCEEDS CERTAIN PERCENTAGES OF THE GROSS ASSESSED VALUE OF THAT PROPERTY. UPON THE FAILURE OF THE ISSUER TO MAKE DEBT SERVICE WHEN DUE AND UPON NOTICE AND CLAIM, THE INTERCEPT PROVISIONS OF INDIANA CODE 20-48-1-11 WILL APPLY.

This bond shall not be valid or become obligatory for any purpose until authenticated by the Registrar and Paying Agent.

IN WITNESS WHEREOF, Issuer has caused this Bond to be executed in its name by the manual or facsimile signature of the President of its Board of School Trustees attested by the manual or facsimile signature of the Secretary of the Board.

NORTH LAWRENCE COMMUNITY SCHOOL CORPORATION

By: Example Signature Page
President, Board of School Trustees

Attest:

Example Signature Page
Secretary, Board of School Trustees

CERTIFICATE OF AUTHENTICATION

This Bond is one of the bonds referred to in the within mentioned Resolution.

U.S. BANK TRUST COMPANY, NATIONAL ASSOCIATION, as Registrar and Paying Agent

By: Example Signature Page
Authorized Representative

[END OF BOND FORM]

Subject to the terms and provisions contained in this paragraph and not otherwise, the owners of not less than sixty-six and two-thirds percent (66-2/3%) in aggregate principal amount of the Bonds then outstanding shall have the right, from time to time, anything contained in this Resolution to the contrary notwithstanding, to consent to and approve the adoption by the School Corporation of such resolution or resolutions supplemental hereto as shall be deemed necessary or desirable by the School Corporation for the purpose of amending in any particular any of the terms or provisions contained in this Resolution, or in any supplemental resolution; provided, however, that nothing herein contained shall permit or be construed as permitting without the consent of all affected owners of the Bonds:

- (a) An extension of the maturity of the principal of or interest on any Bond without the consent of the holder of each Bond so affected; or
- (b) A reduction in the principal amount of any Bond or the rate of interest thereon or a change in the monetary medium in which such amounts are payable, without the consent of the holder of each Bond so affected; or
- (c) A preference or priority of any Bond over any other Bond, without the consent of the holders of all Bonds then outstanding; or
- (d) A reduction in the aggregate principal amount of the Bonds required for consent to such supplemental resolution, without the consent of the holders of all Bonds then outstanding.

If the School Corporation shall desire to obtain any such consent, it shall cause the Registrar to mail a notice, postage prepaid, to the addresses appearing on the Registration Record. Such notice shall briefly set forth the nature of the proposed supplemental resolution and shall state that a copy thereof is on file at the office of the Registrar for inspection by all owners of the Bonds. The Registrar shall not, however, be subject to any liability to any owners of the Bonds by reason of its failure to mail such notice, and any such failure shall not affect the validity of such supplemental resolution when consented to and approved as herein provided.

Whenever at any time within one year after the date of the mailing of such notice, the School Corporation shall receive any instrument or instruments purporting to be executed by the owners of the Bonds of not less than sixty-six and two-thirds percent (66-2/3%) in aggregate principal amount of the Bonds then outstanding, which instrument or instruments shall refer to the proposed supplemental resolution described in such notice, and shall

specifically consent to and approve the adoption thereof in substantially the form of the copy thereof referred to in such notice as on file with the Registrar, thereupon, but not otherwise, the School Corporation may adopt such supplemental resolution in substantially such form, without liability or responsibility to any owners of the Bonds, whether or not such owners shall have consented thereto.

No owner of any Bond shall have any right to object to the adoption of such supplemental resolution or to object to any of the terms and provisions contained therein or the operation thereof, or in any manner to question the propriety of the adoption thereof, or to enjoin or restrain the School Corporation or its officers from adopting the same, or from taking any action pursuant to the provisions thereof. Upon the adoption of any supplemental resolution pursuant to the provisions of this section, this Resolution shall be, and shall be deemed, modified and amended in accordance therewith, and the respective rights, duties and obligations under this Resolution of the School Corporation and all owners of Bonds then outstanding shall thereafter be determined, exercised and enforced in accordance with this Resolution, subject in all respects to such modifications and amendments.

Notwithstanding anything contained in the foregoing provisions of this Resolution, the rights, duties and obligations of the School Corporation and of the owners of the Bonds, and the terms and provisions of the Bonds and this Resolution, or any supplemental resolution, may be modified or amended in any respect with the consent of the School Corporation and the consent of the owners of all the Bonds then outstanding.

Without notice to or consent of the owners of the Bonds, the School Corporation may, from time to time and at any time, adopt such resolutions supplemental hereto as shall not be inconsistent with the terms and provisions hereof (which supplemental resolutions shall thereafter form a part hereof),

- (a) to cure any ambiguity or formal defect or omission in this Resolution or in any supplemental resolution; or
- (b) to grant to or confer upon the owners of the Bonds any additional rights, remedies, powers, authority or security that may lawfully be granted to or conferred upon the owners of the Bonds; or
- (c) to procure a rating on the Bonds from a nationally recognized securities rating agency designated in such supplemental resolution, if such supplemental resolution will not adversely affect the owners of the Bonds; or
- (d) to provide for the refunding or advance refunding of the Bonds; or
- (e) to make any other change which, in the determination of the Board in its sole discretion, is not to the prejudice of the owners of the Bonds.

If any section, paragraph or provision of this resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this resolution.

All resolutions, or parts thereof, in conflict with the provisions of this resolution, are, to the extent of such conflict, hereby repealed or amended.

This resolution shall be in full force and effect immediately upon its passage and signing by any officers of the Board.

BE IT FURTHER RESOLVED, that the officers of the Board have full authority to execute a Bond Purchase Agreement, Placement Agreement and any and all documents necessary to issue the Bonds.

BE IT RESOLVED, that this Board hereby hires Raymond James & Associates, Inc. as underwriter of the Bonds and the officers are authorized and directed to execute a Bond Purchase Agreement with such underwriter.

Passed and Adopted this 21st day of March, 2024.

President, Board of School Trustees

ATTEST:

Secretary, Board of School Trustees