

COMMONWEALTH OF KENTUCKY
Department of Education
Office of District Support Services

Bond of Depository for Public School Funds

The undersigned, Independence Bank of Owensboro, Kentucky, hereinafter referred to as the Depository, hereby acknowledges itself bound to the Commonwealth of Kentucky, and the Henderson County Board of Education, in the penal sum of 103% of current daily balances, as depository of the Henderson County Board of Education, shall well and truly discharge the duties of said office according to law, account for, to the proper authorities, and pay over to all parties legally entitled thereto on proper warrants all funds that may come into its hands as Depository of the Board of Education aforesaid for a maximum of 2 years, beginning July 1, 2013.

As collateral for this undertaking the undersigned hereby pledges obligations guaranteed by the US Government, obligations of the Commonwealth of Kentucky, Kentucky school improvement and school building revenue bonds and/or letters of credit issued by federal home loan banks (type of collateral** - attach portfolio) in the principal sum of 103% of current daily balances deposited in escrow, if needed, with the Independent Bankers Bank of Dallas, Texas, hereinafter referred to as the Escrow Agent, evidenced by the safekeeping receipt filed in the offices of the local board of education, provided, however, that at no time shall the amount of collateral be reduced without the execution of a new bond which shall have prior approval by the Kentucky Department of Education, Division of School Finance, Frankfort, Kentucky.

The undersigned, the Depository, hereby reserves the right unto itself, (1) to detach and collect for its own use and benefit all coupons of said bonds as they mature; (2) to substitute for any of said bonds, other United States Government bonds and/or Kentucky School Revenue Bonds of the same face or par value; (3) to terminate all liability under this bond and escrow deposit by giving thirty (30) days notice, in writing, of its intention to do so to the chairperson of the Henderson County Board of Education, by registered mail, addressed to such chairperson at Henderson, Kentucky, and to the chairperson of the Kentucky Board of Education, by registered mail, addressed to such chairperson at Frankfort, Kentucky. Within the thirty days, the Depository shall make statements with the board, pay over all funds in its hand to the board, and exhibit to the Escrow Agent a copy of the settlement, duly receipted by the secretary and chairperson of the board. The Board of Education shall cancel this bond only by giving thirty (30) days notice in writing, of its intention to do so, to the Depository, by registered mail, and to the chairperson of the Kentucky Board of Education by registered mail.

It is further conditioned that liability of this bond in not to be effectual until Federal Deposit Insurance protection is exhausted.

IN WITNESS WHEREOF, the undersigned has caused its corporate name to be subscribed and its corporate seal to be affixed hereof, this 30th day of May, 20 13.

Name of Bank Independence Bank of Kentucky

By (Bank Official) [Signature] Title Investment Officer

We hereby certify to the Commissioner of Education that the bond appearing hereon is a true copy of the bond executed and delivered by the Depository of this Board of Education, and it was approved by the Henderson County

Board of Education on June 17, 2013

Chairperson [Signature] Secretary [Signature]

** This collateral shall consist of investments that conform to KRA 41.240 and KRS 66.480.

*** May not be less than penal sum.

Investment Portfolio Pledged Securities
INDEPENDENCE BANK
OWENSBORO, KY

InTrader (pledged)
Last : 04/30/2014
As-of: 05/31/2014
10WE 1021195

Sec ID	Ticket	Security Description Line 1	Security Description Line 2	Safeguarding Agent	Rate	Maturity	Grp	Original Face S & P	Par/Curr Face Moody	Priced Pledged	Book Value	Market Value
PLEGGED TO: hcbos												
*HENDERSON CO BOARD/EDUCATION												
31381QK4	TIB	FHLB CALL QTRLY		THE INDEPENDENT BANKERSBANK	3	01/25/2028	200	3,000,000.00 AA+	3,000,000.00	05/27/2014	3,000,000.00	
31381QK4	TIB	FHLB CALL QTRLY		THE INDEPENDENT BANKERSBANK	3	01/25/2028	200	3,000,000.00	3,000,000.00	01/25/2013	2,798,378.00	
31381QK4	TIB	FFCB CALL AFTER 10/04/13		THE INDEPENDENT BANKERSBANK	2.98	10/04/2027	200	1,000,000.00 AA+	1,000,000.00	05/27/2014	1,000,000.00	
31381QK4	TIB	FHLMC CALL QTRLY		THE INDEPENDENT BANKERSBANK	3	05/23/2028	200	4,000,000.00 AA+	4,000,000.00	05/10/2013	936,312.00	
31381QK4	TIB	BOURBON CO KY SD FIN CORP BQ		THE INDEPENDENT BANKERSBANK	3	05/23/2028	200	4,000,000.00 AA+	4,000,000.00	05/27/2014	4,000,000.00	
101856MT6	TIB	REV		THE INDEPENDENT BANKERSBANK	3.5	10/01/2030	400	1,055,000.00	1,055,000.00	11/14/2013	3,692,628.00	
557250VB0	TIB	MADISON CNTY KY SCH DIST		THE INDEPENDENT BANKERSBANK	4.45	11/01/2024	400	1,055,000.00 Aa3	1,055,000.00	05/27/2014	1,042,567.74	
586815HH8	TIB	FIN CORP SCH BLDG REV		THE INDEPENDENT BANKERSBANK	4.45	11/01/2024	400	1,245,000.00 NR	1,245,000.00	03/08/2012	1,087,863.25	
745474MP8	TIB	MENIFEE CO KY SD FIN CORP BQ		THE INDEPENDENT BANKERSBANK	4.1	05/01/2027	400	1,245,000.00 Aa3	1,245,000.00	05/27/2014	1,245,851.18	
163000139	TIB	PULASKI CNTY KY SCH DIST FIN		THE INDEPENDENT BANKERSBANK	4.25	04/01/2025	400	795,000.00	795,000.00	06/17/2011	1,372,724.55	
944480LG5	TIB	CORP SCH BLDG BQ CALL		THE INDEPENDENT BANKERSBANK	3.5	09/01/2031	400	795,000.00 Aa3	795,000.00	05/27/2014	791,263.92	
204005477	TIB	WAYNE CO KY SD BQ CALL		THE INDEPENDENT BANKERSBANK	4.25	04/01/2025	400	945,000.00 NR	945,000.00	06/17/2011	850,085.55	
3136A52B5	TIB	REV		THE INDEPENDENT BANKERSBANK	3.5	09/01/2031	400	945,000.00 Aa3	945,000.00	05/27/2014	945,000.00	
203015005	TIB	FNR 2012-43 SH ARM		THE INDEPENDENT BANKERSBANK	3.5	09/01/2031	400	707,000.00 Aa3	707,000.00	05/27/2014	685,641.22	
203014080	TIB	FNR 2012-77 J		THE INDEPENDENT BANKERSBANK	14.543	04/25/2042	800	3,000,000.00	3,000,000.00	01/19/2012	735,145.67	
223000318	TIB	FNR 2013-53 WS ARM		THE INDEPENDENT BANKERSBANK	3.5	07/25/2042	800	493,894.53	493,894.53	05/27/2014	551,530.61	
204011258	TIB	FHR 3815 DS ARM		THE INDEPENDENT BANKERSBANK	5.77275	06/25/2043	800	2,500,000.00	2,500,000.00	10/11/2012	535,022.66	
203015530	TIB	FHR 4011 NQ		THE INDEPENDENT BANKERSBANK	13.4967	02/15/2041	800	1,741,050.98	1,741,050.98	05/27/2014	1,766,505.85	
203014309	TIB	FHR 4046 HQ		THE INDEPENDENT BANKERSBANK	3	08/15/2041	800	2,000,000.00	2,000,000.00	08/09/2012	1,730,660.39	
203023128	TIB	FHR 4204 AW		THE INDEPENDENT BANKERSBANK	3	05/15/2043	800	1,922,886.96	1,922,886.96	05/27/2014	1,922,886.96	
160002515	TIB	FNR 2005-99 SA		THE INDEPENDENT BANKERSBANK	13.4967	02/15/2041	800	3,300,000.00	3,300,000.00	11/07/2013	1,516,051.19	
160002521	TIB	FNR 2006-102 MD		THE INDEPENDENT BANKERSBANK	5.77275	06/25/2043	800	1,045,732.15	1,045,732.15	05/27/2014	1,138,929.24	
160002521	TIB	FNR 2008-15 BS FLOATER		THE INDEPENDENT BANKERSBANK	3	08/15/2041	800	5,240,617.00	5,240,617.00	05/31/2012	1,190,306.71	
203006025	TIB	FNR 2010-49 SX FLOATER		THE INDEPENDENT BANKERSBANK	3.5	05/15/2042	800	5,500,000.00	5,500,000.00	05/27/2014	5,227,204.45	
161031443	TIB	GNR 2007-6 LD		THE INDEPENDENT BANKERSBANK	3	05/15/2043	800	5,240,617.00	5,240,617.00	11/14/2012	5,284,103.64	
160002421	TIB			THE INDEPENDENT BANKERSBANK	24.008	11/25/2035	800	3,510,149.67	3,510,149.67	05/27/2014	3,573,851.18	
TOTAL FOR PLEDGE ID hcbos											4,921,536.60	
Pledged: 20											4,466,461.80	
Orig Face: 59,205,617.00											958,363.73	
Current Face: 35,391,810.82											1,312,931.84	
Market: 35,359,021.93											768,922.72	
Book: 36,089,667.97											773,831.42	
Market: 35,359,021.93											1,836,334.17	
Book: 36,089,667.97											1,884,810.35	
Market: 35,359,021.93											332,380.69	
Book: 36,089,667.97											360,506.76	
Market: 35,359,021.93											380,897.71	
Book: 36,089,667.97											391,955.77	



Partner.

Trusted.

The information contained herein, while believed to be reliable, is not guaranteed.
For assistance please contact TIB Investment Portfolio (972) 650-6078.

05/27/2014

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