

COMMONWEALTH OF KENTUCKY
Department of Education
Office of District Support Services

Bond of "Depository" for Public School Funds

The undersigned, CITIZENS NATIONAL BANK Bank of LEBANON, Kentucky, hereinafter referred to as the Depository, hereby acknowledges itself bound to the Commonwealth of Kentucky, and the MARION COUNTY Board of Education, in the penal sum of \$16,700,000. * that it, as depository of the 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 period not to exceed two (2) years, beginning July 1, 20 15.

As collateral for this undertaking the undersigned hereby pledges obligations guaranteed by the U. S. Government, Kentucky School Revenue, and/or Federal Government Agency bonds (type of collateral **) in the principal sum of \$16,700,000.00 *** deposited in escrow with the CITIZENS NATIONAL BANK Bank of LEBANON, Kentucky, 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 Commissioner of Education.

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 MARION COUNTY Board of Education, by registered mail, addressed to such chairperson at the Local Board of Education, 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 is not to be effectual until Federal Deposit Insurance Corporation (FDIC) 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 1 day of JULY, 20 15.

Name of Bank CITIZENS NATIONAL BANK, LEBANON, KY 40033

By (Bank Official) MICHELLE B. FARMER Title E.V.P.

Michelle B. Farmer

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 MARION COUNTY Board of Education on _____, 20 ____.

Chairperson _____ Secretary _____

* Should agree with penal sum for either METHOD 1 or METHOD 2.

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

*** May not be less than penal sum.

TO BE RETAINED AT THE LOCAL SCHOOL BOARD OFFICE

4/29/13

Investment Security Management System

Detail Listing of Securities by Pledge Code

Report Date - July 31, 2015

Level Yield Method

ID	Type	CUSIP	Description	Interest Rate	Maturity/ Due Date	Par/Original Principal	Market Value	Book Value	Pldg Pcnt Rating	Purchase Date	Original Cost
1	CMO	312909D84	FHLMC REMIC FLT	0.88550	04/15/2022	1,000,000.00	14,425	14,221.60	100.00	04/27/1993	992,500.00
1	CMO	31358QAS4	FNMA REMIC	1.96000	09/25/2022	555,000.00	14,193	14,422.07	100.00	09/28/1992	557,775.00
1	CMO	31359EYL9	F.N.M.A. CMO	6.50000	10/25/2023	9,150,000.00	80,549	78,175.59	100.00	02/24/2012	414,130.56
1	CMO	3136A2YE7	F.N.M.A. 2011 122	3.00000	12/25/2025	1,500,000.00	347,474	346,974.12	100.00	01/12/2015	395,041.86
1	CMO	3136A6TB0	F.N.M.A. CMO 2012	2.00000	06/25/2022	1,000,000.00	303,052	316,329.12	100.00	08/24/2012	938,894.61
1	CMO	3136AC7C9	F.H.L.M. 2013 37 PJ	2.50000	06/25/2042	1,000,000.00	684,205	696,757.02	100.00	03/28/2013	1,033,906.25
1	CMO	3136AJDK9	F.N.M.A. 2014 9	3.00000	05/25/2031	750,000.00	631,898	637,241.55	100.00	03/03/2014	774,577.50
1	CMO	3137A0ZL2	F.H.L.M. 3711 KA	4.00000	01/15/2028	2,000,000.00	26,804	26,720.06	100.00	03/05/2013	539,530.40
1	CMO	3137A2EP2	F.H.L.M. #3755 HA	4.00000	04/15/2039	1,326,906.00	233,669	234,356.22	50.00	03/05/2014	344,394.25
1	CMO	3137A6E24	F.H.L.M. CMO 3815	4.50000	03/15/2038	1,000,000.00	167,793	162,585.56	100.00	11/23/2012	699,323.70
1	CMO	3137A6TB8	F.H.L.M. CMO 3812	4.00000	04/15/2022	1,100,000.00	769,600	740,532.95	100.00	01/07/2013	1,010,165.40
1	CMO	3137A9QP4	F.H.L.M. CMO 3842	4.00000	04/15/2041	700,000.00	224,470	219,356.70	100.00	02/26/2013	483,407.80
1	CMO	3137A9RZ1	F.H.L.M. CMO #3845	4.00000	01/15/2029	310,000.00	92,468	92,302.00	100.00	07/25/2014	130,009.94
1	CMO	3137ABDA6	F.H.L.M. CMO 3864	4.00000	04/15/2041	1,300,000.00	405,244	393,350.53	100.00	07/10/2012	1,177,064.67
1	CMO	3137AUF46	F.H.L.M.C. CMO 4107	2.00000	09/01/2042	1,445,444.00	983,464	999,328.11	100.00	09/28/2012	1,472,546.08
1	CMO	3137AXUR2	F.H.L.M. 4158 CA	1.50000	12/15/2042	725,000.00	514,133	538,229.82	100.00	03/25/2013	718,911.84
1	CMO	31392JRR2	F.N.M.A. 2003 16 CB	4.00000	02/25/2033	9,000,000.00	138,153	136,791.75	100.00	03/21/2013	384,475.61
1	CMO	31393C4C4	F.N.M.A. REMIC	3.50000	02/25/2033	5,000,000.00	180,859	179,261.32	100.00	07/25/2014	260,671.02
1	CMO	31393KZ40	F.H.L.M. CMO 2574	5.00000	12/15/2022	2,750,000.00	9,307	9,281.07	100.00	08/24/2009	625,215.65
1	CMO	31393VLJ8	F.H.L.M. #2635	3.50000	04/15/2033	750,000.00	54,779	54,561.72	100.00	09/18/2014	69,761.35
1	CMO	31394BLF9	F.N.M.A. 2004 94 PA	4.00000	10/25/2034	2,000,000.00	133,312	133,544.86	100.00	03/21/2013	349,817.12
1	CMO	31394CN99	F.N.M.A. CMO	5.00000	01/25/2034	725,000.00	247,019	243,279.79	100.00	11/15/2011	791,835.94
1	CMO	31395FHB3	F.H.L.M. CMO 2854	4.00000	09/15/2019	840,000.00	192,869	191,255.10	100.00	11/14/2011	828,624.12
1	CMO	31395JGF7	F.H.L.M.C. CMO 2882	4.50000	10/15/2034	1,000,000.00	69,757	69,105.52	100.00	01/25/2010	462,654.29
1	CMO	31398GA66	F.N.M.A. 2010 11 NA	4.00000	02/25/2040	1,400,000.00	107,895	106,706.36	100.00	03/21/2013	372,686.26
1	CMO	31398GD55	F.N.M.A. CMO 2010 6	5.00000	02/25/2021	1,153,000.00	367,658	373,272.45	100.00	02/24/2012	1,067,933.35
1	CMO	31398MEM4	F.N.M.A. CMO 2010	3.25000	05/25/2038	2,000,000.00	370,100	371,519.55	100.00	03/08/2012	1,623,213.13
1	CMO	31398PEL9	F.N.M.A. 2010 38	4.50000	09/25/2039	550,000.00	132,276	130,683.61	100.00	11/07/2014	162,628.07
1	CMO	31398RT21	F.N.M.A. CMO 2010	2.50000	12/25/2020	300,000.00	45,283	45,312.71	100.00	08/08/2012	138,211.19
1	CMO	31398VXU5	F.H.L.M. CMO 3653	3.50000	07/15/2024	1,800,000.00	75,484	74,900.14	100.00	05/10/2012	683,656.52
1	CMO	31418RHG9	F.N.M.A. #AD3830	4.50000	04/01/2025	1,295,000.00	463,044	461,198.56	100.00	12/16/2014	513,430.65
1	CMO	38376JTF1	G.N.M.A. 2009 103 DT	4.50000	02/20/2036	1,200,000.00	174,985	176,096.42	100.00	01/07/2014	401,168.12
1	CMO	38377ENN0	G.N.M.A. CMO	4.00000	04/20/2039	1,500,000.00	486,710	477,901.42	100.00	04/04/2013	960,813.17
1	CMO	38377JCU5	G.N.M.A. REMIC 2010	3.00000	10/20/2037	1,100,000.00	406,100	408,749.82	100.00	03/20/2014	702,828.31
1	CMO	38377NLG7	G.N.M.A. CMO	2.50000	09/20/2039	1,400,000.00	577,039	583,976.82	100.00	10/17/2012	1,210,670.61
1	CMO	38377VK96	G.N.M.A. CMO 2011	2.25000	05/20/2038	500,000.00	268,927	267,303.07	100.00	11/25/2011	497,397.23
1	CMO	38378DDC6	G.N.M.A. 2012 16 GB	3.50000	04/20/2038	594,000.00	378,824	384,603.53	100.00	01/13/2014	523,843.69
1	CMO	38378EED1	G.N.M.A. CMO 2012	1.50000	07/20/2040	1,530,000.00	1,004,429	1,022,204.72	100.00	02/11/2013	1,467,950.86
1	FNMA	31418AQY7	#MA1370 F.N.M.A.	2.50000	03/01/2023	750,000.00	508,461	514,911.51	100.00	03/14/2013	778,621.89
1	GNMA	36202FTF3	GNMA II 5050	4.00000	05/20/2026	1,250,000.00	390,948	395,244.21	100.00	02/19/2014	555,081.11
1	GNMA	3620A5AE9	G.N.M.A. #719205	4.00000	07/15/2025	1,500,000.00	572,368	576,739.72	100.00	02/19/2014	785,688.79
1	SLMA	83164FWT7	S.B.A. POOL #505158	3.12500	10/25/2025	250,000.00	27,803	27,552.92	100.00	04/27/2001	264,700.82
1	SLMA	83164FZZ0	S.B.A. POOL #505260	3.62500	06/25/2020	100,000.00	5,158	5,120.31	100.00	10/22/2001	106,852.32

Subtotal - Pledge Code 3
Marion County Board of Education

71,064,350.00 16,457,812 16,481,879.83 32,315,060.56

+ 250,000 FDIC

16,707,812 Total Market Value

Investment Security Management System

Detail Listing of Securities by Pledge Code

Report Date - July 31, 2015

Level Yield Method

ID	Type	CUSIP	Description	Interest Rate	Maturity/ Due Date	Par/Original Principal	Market Value	Book Value	Pldg Pcnt Rating	Purchase Date	Original Cost
1	GOB	288641BX0	ELLIOTT CNTY KY	3.75000	07/01/2018	75,000.00	79,303	75,205.69	50.00BBB+06/30/2010		75,516.00
1	GOB	288641BY8	ELLIOTT CNTY KY	3.87500	07/01/2019	155,000.00	166,034	155,000.00	100.00BBB+06/30/2010		155,000.00
1	GOB	503309BC9	LA GRANGE KY G.O.	3.00000	03/01/2017	190,000.00	192,176	190,000.00	100.00BAA103/25/2010		190,000.00
1	GOB	714534CV4	PERRY CO KY ULT	3.62500	06/01/2018	35,000.00	36,850	34,882.90	100.00 NR 01/05/2010		34,686.05
1	GOB	944456AP7	WAYNE CNTY KY	4.00000	11/01/2019	245,000.00	245,921	245,276.59	100.00BAA106/01/2010		250,382.65
1	ROB	120280TJ1	BULLITT CNTY KY	2.00000	09/01/2015	95,000.00	95,238	95,074.61	100.00 AA3 03/01/2012		97,926.95
1	ROB	236663EN6	DANVILLE KY INDPT	4.00000	04/01/2019	155,000.00	158,405	156,123.61	100.00 AA3 04/20/2011		162,802.70
1	ROB	582055BF5	MCLEAN CNTY KY	2.50000	03/01/2016	90,000.00	91,121	90,522.56	100.00 AA3 07/22/2013		92,292.30
1	ROB	582055BG3	MCLEAN CNTY KY	3.00000	03/01/2017	170,000.00	175,630	173,173.03	100.00 AA3 07/22/2013		177,094.10
1	ROB	582055BH1	MCLEAN CNTY KY	3.00000	03/01/2018	130,000.00	134,809	132,927.58	100.00 AA3 07/22/2013		135,111.60
1	ROB	582055BJ7	MCLEAN CNTY KY	3.00000	03/01/2019	130,000.00	135,626	132,662.26	100.00 AA3 07/22/2013		134,067.70
1	T-ROB	491189FC5	KENTUCKY	3.16500	04/01/2018	195,000.00	92,889	90,293.44	100.00 A+ 11/19/2012		204,750.00
1	T-ROB	491189FR2	KENTUCKY	1.40800	04/01/2017	250,000.00	250,305	250,856.08	100.00 A+ 04/10/2013		252,010.00
1	CAR	31381JJ78	F.N.M.A. #462086	5.35500	11/01/2015	500,000.00	272,596	266,206.21	100.00 09/05/2012		503,913.78
1	CAR	31381PGQ5	F.N.M.A. #466507	3.49000	12/01/2020	1,000,000.00	976,063	986,454.56	100.00 01/29/2013		1,063,166.65
1	CAR	38378KHC6	G.N.M.A. REMIC	1.31700	05/16/2034	550,000.00	471,858	475,258.71	100.00 08/19/2014		513,729.03