

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} 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 18.

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 103% of current daily^{balances} *** deposited in escrow with the Independent Bankers Bank Bank of Dallas, Texas, 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 a thirty (30) day 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 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 a thirty (30) day 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 13th day of June, 2011.

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

Board of Education on June 25, 2018.

Chairperson [Signature] Secretary Margaret Stanley

* 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

5/16/17

Investment Portfolio Pledged Securities

 INDEPENDENCE BANK
 OWENSBORO, KY

 InTrader (pledged)
 Last : 04/30/2019
 As-of: 05/31/2019
 LOWE 1021195

| Sec ID Loc | Ticket | Security Description Line 1 Security Description Line 2 | Safekeeping Agent Rate | Maturity | Grp | Original Face S & P Par/Curr Face Moody | Priced Pledged | Book Value Market Value |
|--|-----------|--|-----------------------------|------------|-----|--|-------------------|----------------------------|
| PLEDGED TO: hcboe *HENDERSON CO BOARD/EDUCATION | | | | | | | | |
| 3138ERL24 | | FNMA #AL9344 | THE INDEPENDENT BANKERSBANK | | | 4,776,560.00 | 05/29/2019 | 2,088,569.98 |
| TIB | 204069542 | | 3.571 | 01/01/2031 | 350 | 1,958,124.12 | 11/07/2016 | 2,092,763.36 |
| 3138L5QH6 | | FNMA #AM4955 | THE INDEPENDENT BANKERSBANK | | | 2,215,000.00 | 05/29/2019 | 2,112,721.30 |
| TIB | 203027038 | | 4.36 | 08/01/2027 | 350 | 2,070,686.24 | 11/07/2016 | 2,192,128.92 |
| 3138LFQV3 | | FNMA #AN3167 | THE INDEPENDENT BANKERSBANK | | | 3,556,000.00 | 05/29/2019 | 3,627,060.42 |
| TIB | 204069423 | | 3.04 | 01/01/2030 | 350 | 3,556,000.00 | 11/07/2016 | 3,577,649.60 |
| 017563HY6 | | ALLEN CNTY KY SCH DIST FIN COR | THE INDEPENDENT BANKERSBANK | | | 650,000.00 | 05/29/2019 | 639,152.14 |
| TIB | 204071057 | REV BDS 2016 | 3 | 11/01/2033 | 400 | 650,000.00 A1 | 01/12/2017 | 662,233.00 |
| 044289LD6 | | ASHLAND KY INDPT SCH DIST FIN | THE INDEPENDENT BANKERSBANK | | | 925,000.00 | 05/29/2019 | 919,631.26 |
| TIB | 204071068 | REV BDS 2016 | 3.25 | 11/01/2034 | 400 | 925,000.00 A1 | 01/12/2017 | 948,328.50 |
| 101856MT6 | | BOURBON CO KY SD FIN CORP BQ | THE INDEPENDENT BANKERSBANK | | | 1,055,000.00 | 05/29/2019 | 1,046,373.54 |
| TIB | 204006325 | REV | 3.5 | 10/01/2030 | 400 | 1,055,000.00 A1 | 03/08/2012 | 1,080,531.00 |
| 271069CV6 | | EAST BERNSTADT KY ISD BQ | THE INDEPENDENT BANKERSBANK | | | 295,000.00 | 05/29/2019 | 290,903.31 |
| TIB | 218001200 | REV | 3.375 | 12/01/2034 | 400 | 295,000.00 A1 | 01/15/2015 | 300,015.00 |
| 276552DN3 | | ESTRN KY UNIV GEN RECPTS | THE INDEPENDENT BANKERSBANK | | | 955,000.00 | 05/29/2019 | 949,857.65 |
| TIB | 164041315 | REV CALLABLE | 3.5 | 04/01/2034 | 400 | 955,000.00 A1 | 03/24/2016 | 981,950.10 |
| 339162LF4 | | FLEMING CO KY SD FIN CORP CALL | THE INDEPENDENT BANKERSBANK | | | 1,145,000.00 | 05/29/2019 | 1,133,464.20 |
| TIB | 204064002 | REV | 3 | 05/01/2036 | 400 | 1,145,000.00 A1 | 06/07/2016 | 1,136,561.35 |
| 366373AV0 | | GARRARD CNTY KY SCH DIST FIN | THE INDEPENDENT BANKERSBANK | | | 800,000.00 | 05/29/2019 | 789,340.05 |
| TIB | 164047758 | REV BDS 2018 | 3.5 | 03/01/2038 | 400 | 800,000.00 A1 | 05/24/2018 | 822,728.00 |
| 478799SM2 | | JOHNSON CO KY SCH DIST FIN COR | THE INDEPENDENT BANKERSBANK | | | 715,000.00 | 05/29/2019 | 715,000.00 |
| TIB | 204053780 | REV | 3.25 | 12/01/2035 | 400 | 715,000.00 A1 | 11/07/2016 | 731,437.85 |
| 499463ML8 | | KNOX CO KY SD FIN CORP BQ | THE INDEPENDENT BANKERSBANK | | | 795,000.00 | 05/29/2019 | 795,000.00 |
| TIB | 203023448 | REV | 3.85 | 06/01/2033 | 400 | 795,000.00 A1 | 01/22/2015 | 820,614.90 |
| 528906LA6 | | LEXINGTON-FAYETTE KY URBAN CO | THE INDEPENDENT BANKERSBANK | | | 2,045,000.00 | 05/29/2019 | 1,969,205.51 |
| TIB | 204069165 | REV | 2.625 | 10/01/2031 | 400 | 2,045,000.00 A1 | 11/07/2016 | 2,048,415.15 |
| 575100JZ6 | | MASON CO KY SD FIN CORP | THE INDEPENDENT BANKERSBANK | | | 535,000.00 | 05/29/2019 | 535,000.00 |
| TIB | 204064691 | REV | 3 | 06/01/2036 | 400 | 535,000.00 A1 | 11/23/2016 | 531,495.75 |
| 583030PH8 | | MEADE CO KY SD FIN CORP | THE INDEPENDENT BANKERSBANK | | | 2,770,000.00 | 05/29/2019 | 2,734,243.93 |
| TIB | 204068414 | REV | 3 | 11/01/2036 | 400 | 2,770,000.00 A1 | 11/14/2016 | 2,751,247.10 |
| 586815HH8 | | MENIFEE CO KY SD FIN CORP BQ | THE INDEPENDENT BANKERSBANK | | | 795,000.00 | 05/29/2019 | 792,710.02 |
| TIB | 204002615 | REV | 4.1 | 05/01/2027 | 400 | 795,000.00 A1 | 06/17/2011 | 824,740.95 |
| 699667AN1 | | PARIS KY ISD FIN CORP | THE INDEPENDENT BANKERSBANK | | | 675,000.00 | 05/29/2019 | 675,000.00 |
| TIB | 204065422 | REV | 2.25 | 06/01/2029 | 400 | 675,000.00 A1 | 11/14/2016 | 661,452.75 |
| 714559RF0 | | PERRY CO KY SD FIN CORP CALL | THE INDEPENDENT BANKERSBANK | | | 1,000,000.00 | 05/29/2019 | 990,786.73 |
| TIB | 204059245 | REV | 3.125 | 02/01/2036 | 400 | 1,000,000.00 A1 | 04/07/2016 | 1,003,560.00 |
| 739094MG2 | | POWELL CO KY SD FIN CORP | THE INDEPENDENT BANKERSBANK | | | 775,000.00 | 05/29/2019 | 775,000.00 |
| TIB | 204065380 | REV | 2.25 | 08/01/2029 | 400 | 775,000.00 A1 | 11/14/2016 | 758,159.25 |
| 779446MH3 | | ROWAN CO KY SD FIN CORP BQ | THE INDEPENDENT BANKERSBANK | | | 650,000.00 | 05/29/2019 | 640,827.72 |
| TIB | 204056311 | REV | 2.75 | 02/01/2031 | 400 | 650,000.00 A1 | 05/17/2016 | 645,996.00 |



Investment Portfolio Pledged Securities

 INDEPENDENCE BANK
 OWENSBORO, KY

 InTrader (pledged)
 Last : 04/30/2019
 As-of: 05/31/2019
 1OWE 1021195

| Sec ID | Security Description Line 1 | Safekeeping Agent | Original Face S & P | Priced | Book Value |
|----------------------------------|-----------------------------|---------------------------------|------------------------------------|------------------------------|----------------------------|
| Loc | Ticket | Rate | Par/Curr Face Moody | Pledged | Market Value |
| 779446MJ9 | ROWAN CO KY SD FIN CORP BQ | THE INDEPENDENT BANKERSBANK | 665,000.00 | 05/29/2019 | 665,000.00 |
| TIB | 204056312 | REV | 3 02/01/2032 400 | 05/17/2016 | 670,838.70 |
| 779446MK6 | ROWAN CO KY SD FIN CORP BQ | THE INDEPENDENT BANKERSBANK | 690,000.00 | 05/29/2019 | 686,336.42 |
| TIB | 204056314 | REV | 3 02/01/2033 400 | 05/17/2016 | 691,807.80 |
| 935007YK4 | WARREN CO KY SD FIN CORP | THE INDEPENDENT BANKERSBANK | 2,175,000.00 | 05/29/2019 | 2,148,433.78 |
| TIB | 204061629 | REV | 3.25 04/01/2036 400 | 05/17/2016 | 2,199,947.25 |
| 944480LG5 | WAYNE CO KY SD BQ CALL | THE INDEPENDENT BANKERSBANK | 707,000.00 | 05/29/2019 | 691,832.02 |
| TIB | 204005477 | REV | 3.5 09/01/2031 400 | 01/19/2012 | 718,368.56 |
| 9585194J6 | WESTERN KY UNIV CALL | THE INDEPENDENT BANKERSBANK | 520,000.00 AA | 05/29/2019 | 516,932.84 |
| TIB | 204069087 | REV | 3 09/01/2031 400 | 11/23/2016 | 533,119.60 |
| 170704NG1 | CHRISTIAN CO KY SD FIN CORP | THE INDEPENDENT BANKERSBANK | 850,000.00 | 05/29/2019 | 872,403.46 |
| TIB | 204065946 | TAXABLE REV | 5.375 05/01/2027 500 | 11/14/2016 | 871,768.50 |
| 170704NG1 | CHRISTIAN CO KY SD FIN CORP | THE INDEPENDENT BANKERSBANK | 500,000.00 | 05/29/2019 | 514,144.85 |
| TIB | 204068348 | TAXABLE REV | 5.375 05/01/2027 500 | 11/23/2016 | 512,805.00 |
| 3136A6K94 | FNR 2012-77 J | THE INDEPENDENT BANKERSBANK | 2,500,000.00 | 05/29/2019 | 138,560.93 |
| TIB | 203014080 | | 3.5 07/25/2042 800 | 08/09/2012 | 139,508.80 |
| 3136AEFH5 | FNR 2013-53 WS ARM | THE INDEPENDENT BANKERSBANK | 2,000,000.00 | 05/29/2019 | 1,752,917.70 |
| TIB | 223000318 | | 2.24775 06/25/2043 800 | 11/07/2013 | 1,537,320.74 |
| 3136AMPV5 | FNR 2015-2 KL | THE INDEPENDENT BANKERSBANK | 3,500,000.00 | 05/29/2019 | 885,331.61 |
| TIB | 232000787 | | 3 02/25/2045 800 | 04/23/2015 | 908,556.89 |
| 3136AU2X8 | FNR 2016-101 BK | THE INDEPENDENT BANKERSBANK | 3,289,000.00 | 05/29/2019 | 2,176,845.97 |
| TIB | 204072833 | | 3 01/25/2047 800 | 02/23/2017 | 2,175,645.89 |
| 3136AU5S6 | FNR 2017-3 TA | THE INDEPENDENT BANKERSBANK | 5,000,000.00 | 05/29/2019 | 2,853,769.07 |
| TIB | 164045883 | | 3 02/25/2047 800 | 11/16/2017 | 2,834,047.52 |
| 3136AUTP6 | FNR 2016-88 QK | THE INDEPENDENT BANKERSBANK | 2,000,000.00 | 05/29/2019 | 1,452,176.85 |
| TIB | 204071486 | | 3 12/25/2046 800 | 12/15/2016 | 1,417,466.20 |
| 3137A6DK5 | FHR 3815 DS ARM | THE INDEPENDENT BANKERSBANK | 3,300,000.00 | 05/29/2019 | 838,316.52 |
| TIB | 204011258 | | 6.532 02/15/2041 800 | 05/31/2012 | 924,991.45 |
| 3137AQGL6 | FHR 4046 HQ | THE INDEPENDENT BANKERSBANK | 5,500,000.00 | 05/29/2019 | 348,200.71 |
| TIB | 203014309 | | 3.5 05/15/2042 800 | 11/14/2012 | 353,260.34 |
| 3137B1WT5 | FHR 4204 AW | THE INDEPENDENT BANKERSBANK | 5,000,000.00 | 05/29/2019 | 4,921,536.60 |
| TIB | 203023128 | | 3 05/15/2043 800 | 11/07/2013 | 4,838,840.02 |
| 31394U6E7 | FNR 2005-99 SA | THE INDEPENDENT BANKERSBANK | 4,158,000.00 | 05/29/2019 | 232,273.07 |
| TIB | 160002515 | | 15.485 11/25/2035 800 | 06/17/2011 | 279,590.10 |
| 31396YC83 | FNR 2008-15 BS FLOATER | THE INDEPENDENT BANKERSBANK | 5,000,000.00 | 05/29/2019 | 562,831.01 |
| TIB | 203006025 | | 10.514 03/25/2038 800 | 11/17/2011 | 586,964.22 |
| 31398P5S4 | FNR 2010-49 SX FLOATER | THE INDEPENDENT BANKERSBANK | 4,600,000.00 | 05/29/2019 | 45,038.23 |
| TIB | 161031443 | | 7.912 03/25/2040 800 | 06/17/2011 | 70,203.57 |
| 38379XBS8 | GNR 2016-68 JU | THE INDEPENDENT BANKERSBANK | 9,390,372.00 | 05/29/2019 | 2,278,541.62 |
| TIB | 204064419 | | 3 05/20/2046 800 | 11/14/2016 | 2,274,658.89 |
| TOTAL FOR PLEDGE ID hcboe | | | | | |
| Pledged: 40 | | Orig Face: 88,471,932.00 | Current Face: 48,583,502.98 | Market: 49,111,718.57 | Book: 48,801,271.02 |

